

CULTURAL AFFAIRS DEPARTMENT

REVENUE

FOR THE YEAR ENDED MARCH 31, 1976

(with comparative figures)

INCOME ACCOUNT

	1976	1975
Fees and Permits:		
Amusement branch	\$ 42,386	\$ 300,279
Cultural development	18,108	36,146
	<u>60,494</u>	<u>336,425</u>
Refunds of Expenditure:		
Previous years' refunds	31,295	—
From Revenue-Producing Assets:		
Provincial Jubilee Auditoriums:		
Calgary	257,587	217,744
Edmonton	320,050	235,863
Provincial museum and archives	5,600	4,305
	<u>583,237</u>	<u>457,912</u>
Miscellaneous:		
Other	16	—
TOTAL: Income Account	<u>\$ 675,042</u>	<u>\$ 794,337</u>

SUMMARY OF ACTUAL AND ESTIMATED REVENUE

FOR THE YEAR ENDED MARCH 31, 1976


	Actual	Estimated	In excess of or *less than estimates
Income Account:			
Fees and permits	\$ 60,494	\$ 145,500	\$ 85,006*
Refunds of expenditure	31,295	—	31,295
From revenue-producing assets	583,237	492,500	90,737
Miscellaneous	16	—	16
	<u>\$ 675,042</u>	<u>\$ 638,000</u>	<u>\$ 37,042</u>

**public accounts
1975-76**

volume 2



PREPARED BY THE PROVINCIAL AUDITOR



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PREFACE

Volume 2 of the Public Accounts of the Province of Alberta contains the financial statements of Crown corporations, boards, commissions, agencies, trusts, etc.

The financial statements of the Province together with supporting schedules, including details of departmental revenues and expenditures, are contained in Volume I of the Public Accounts.

PUBLIC ACCOUNTS

VOLUME II

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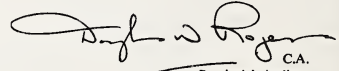
AUDITOR'S REPORT

To the Trustees of the
Academic Pension Plan Fund of
The University of Alberta

I have examined the balance sheet of the Academic Pension Plan Fund of The University of Alberta as at December 31, 1975 and the statements of pension contributions and accumulated fund, members and revenue, expense and accumulated fund, unallocated for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Academic Pension Plan Fund as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
March 9, 1976



C.A.
Provincial Auditor.

Statement A

ACADEMIC PENSION PLAN FUND
OF THE UNIVERSITY OF ALBERTA

BALANCE SHEET

AS AT DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
<u>ASSETS</u>		
Current:		
Cash	\$ 30,978	\$ 517,362
Accounts receivable	73,772	200,815
Investment income receivable	38,380	14,836
Accrued interest	296,918	300,389
	<u>440,048</u>	<u>1,033,402</u>
Investments: (Note 2)		
Short term deposits	5,033,821	1,550,000
Long term, at amortized cost	38,548,664	33,282,673
	<u>43,582,485</u>	<u>34,832,673</u>
	<u>\$ 44,022,533</u>	<u>\$ 35,866,075</u>
<u>LIABILITIES</u>		
Current:		
Bank overdraft	\$ 159,329	\$ —
Bank loan	30,000	—
Due to brokers	231,821	51,758
Accounts payable	15,448	73,808
	<u>436,598</u>	<u>125,566</u>
<u>EQUITY</u>		
Accumulated fund, members, Statement B	38,991,399	31,460,730
Accumulated fund, unallocated, Statement C	4,594,536	4,279,779
	<u>43,585,935</u>	<u>35,740,509</u>
	<u>\$ 44,022,533</u>	<u>\$ 35,866,075</u>

The accompanying notes are part of these financial statements.

Statement B

ACADEMIC PENSION PLAN FUND
OF THE UNIVERSITY OF ALBERTA
STATEMENT OF PENSION CONTRIBUTIONS
AND ACCUMULATED FUND, MEMBERS

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975			1974
	The University of Alberta	The University of Calgary	Total	
Revenue:				
Contributions:				
Staff members	\$ 1,735,947	\$ 951,554	\$ 2,687,501	\$ 2,297,735
Universities	2,416,523	1,337,361	3,753,884	3,208,008
	<u>4,152,470</u>	<u>2,288,915</u>	<u>6,441,385</u>	<u>5,505,743</u>
Expense:				
Payments:				
To staff members leaving service ..	501,328	188,915	690,243	958,582
To pensioners	516,978	15,412	532,390	442,585
To beneficiaries	31,615	19,273	50,888	14,480
	<u>1,049,921</u>	<u>223,600</u>	<u>1,273,521</u>	<u>1,415,647</u>
Net contributions	3,102,549	2,065,315	5,167,864	4,090,096
Add:				
Accumulated fund, members, at beginning of year	21,061,296	10,399,434	31,460,730	25,462,308
Income allocated to members during year	1,601,090	761,715	2,362,805	1,908,326
Accumulated fund, members, at end of year	<u>\$ 25,764,935</u>	<u>\$ 13,226,464</u>	<u>\$ 38,991,399</u>	<u>\$ 31,460,730</u>

Statement C

ACADEMIC PENSION PLAN FUND
OF THE UNIVERSITY OF ALBERTA
STATEMENT OF REVENUE, EXPENSE AND
ACCUMULATED FUND, UNALLOCATED
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975			1974
	Gains on Investment Sales, Net	Other Unallocated	Total	
Revenue:				
Earnings:				
Dividends	\$ —	\$ 968,754	\$ 968,754	\$ 804,061
Interest	—	1,664,077	1,664,077	1,353,112
Gains on investment sales, net	169,320	—	169,320	987,325
	<u>169,320</u>	<u>2,632,831</u>	<u>2,802,151</u>	<u>3,144,498</u>
Expense:				
Portfolio management	—	73,272	73,272	45,057
Administration	—	48,730	48,730	37,840
Legal	—	2,587	2,587	3,972
	<u>—</u>	<u>124,589</u>	<u>124,589</u>	<u>86,869</u>
Net revenue	169,320	2,508,242	2,677,562	3,057,629
Deduct:				
Income credited to members during year	—	2,362,805	2,362,805	1,908,326
	<u>169,320</u>	<u>145,437</u>	<u>314,757</u>	<u>1,149,303</u>
Add:				
Accumulated fund, unallocated, at beginning of year	3,513,158	766,621	4,279,779	3,130,476
Accumulated fund, unallocated, at end of year	<u>\$ 3,682,478</u>	<u>\$ 912,058</u>	<u>\$ 4,594,536</u>	<u>\$ 4,279,779</u>

**ACADEMIC PENSION PLAN FUND
OF THE UNIVERSITY OF ALBERTA**
NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Academic Pension Plan of The University of Alberta, authorized by The Universities Act, was established by Order-in-Council effective August 1, 1964. By Deed of Trust executed July 23, 1973, administration of the Plan together with the assets and liabilities of the Pension Fund were transferred to Trustees of the Governors of The University of Alberta effective January 1, 1973.

Note 2 Investments

(a) Investments are summarized hereunder:

	1975		1974	
	Amortized Cost	Market Value	Amortized Cost	Market Value
Long term:				
Corporation debentures ..	\$ 922,103	\$ 305,080	\$ 922,542	\$ 765,415
Convertible corporate debentures	186,545	146,000	622,556	506,050
Convertible preferred shares	1,181,475	791,975	1,954,142	1,301,722
Common shares	21,116,810	17,948,092	15,074,084	9,612,491
Mortgages receivable	10,414,336	10,414,336*	7,554,840	7,554,840*
Mortgage advances	2,220,209	2,220,209*	4,606,893	4,606,893*
Notes receivable	2,507,186	2,507,186*	2,547,616	2,547,616*
	<u>38,548,664</u>	<u>34,832,878</u>	<u>33,282,673</u>	<u>26,895,027</u>
Short term deposits	5,033,821	5,033,821	1,550,000	1,550,000
	<u>\$ 43,582,485</u>	<u>\$ 39,866,699</u>	<u>\$ 34,832,673</u>	<u>\$ 28,445,027</u>

*Not publicly traded.

(b) Realized gains, net, on investment sales:

Included in unallocated earnings, net, are realized gains and losses as follows:

	1975	1974
Aggregate realized gains, net, at beginning of year	\$ 3,513,158	\$ 2,525,833
Realized, net, during the year	169,320	987,325
Aggregate realized gains, net, at end of year	<u>\$ 3,682,478</u>	<u>\$ 3,513,158</u>

Note 3 Actuarial Review

Section 8(2) of the Academic Pension Plan requires that the Trustees, not less often than every three years, shall cause an actuarial review of the operation of the Plan to be made with a view to ensuring that an actuarial estimate of the future operation of the plan over a twenty-five year period indicates that future annual contributions by staff members and the Universities plus the interest earned on the Pension Fund will exceed annual benefits payable. Such a cash flow review dated December 31, 1973 indicated that as at March 31, 1973 the projected Fund will meet that goal.

A supplementary valuation, dated October 3, 1973, based on certain actuarial assumptions, commissioned in order to provide additional information, indicated that, as at March 31, 1973, the Academic Pension Plan Fund assets together with future contributions of present academic staff members at The University of Alberta and The University of Calgary, and contributions to be made by the Universities will eventually be insufficient by an amount of \$60,922,628 to meet liabilities of the Fund.

Under the provisions of Section 24, Subsection 6, of The Universities Act, payment of all benefits is guaranteed by the Government of the Province of Alberta.

Note 4 Comparative Figures

The 1974 comparative figures have been restated where necessary to conform to 1975 presentation.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Members of the
Athabasca University Interim
Governing Authority

I have examined the balance sheet of Athabasca University as at March 31, 1976 and the statements of capital provided by the Province of Alberta and revenue, expense and operating surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the University as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 7, 1976

C.A.
Provincial Auditor.

Statement A

ATHABASCA UNIVERSITY

BALANCE SHEET

AS AT MARCH 31, 1976

(with comparative figures)

	<u>1976</u>	<u>1975</u>
<u>ASSETS</u>		
Operating Funds:		
Current:		
Cash	\$ 60,911	\$ 97,531
Short term deposits	500,319	150,000
Accounts receivable	57	17
Grant receivable	100,000	—
Accrued interest	10,428	2,778
Prepaid expenses	15,748	14,418
	<u>687,463</u>	<u>264,744</u>
Other:		
Deposits held by others	7,903	15,323
	<u>695,366</u>	<u>280,067</u>
Capital Funds:		
Fixed:		
Furnishings and equipment, at cost	207,204	157,247
Due from operating funds (Note 3)	154,600	4,847
	<u>361,804</u>	<u>162,094</u>
Trust:		
Cash	—	4,559
	<u>\$ 1,057,170</u>	<u>\$ 446,720</u>
<u>LIABILITIES</u>		
Operating Funds:		
Current:		
Accounts payable	\$ 21,901	\$ 40,580
Salaries and employee benefits payable	6,079	37,752
Due to capital funds	154,600	4,847
	<u>182,580</u>	<u>83,179</u>
Operating surplus, Statement C	512,786	196,888
	<u>695,366</u>	<u>280,067</u>
Capital Funds:		
Capital provided by the Province of Alberta, Statement B	361,804	162,094
Trust:		
Educational technology program	—	4,559
	<u>\$ 1,057,170</u>	<u>\$ 446,720</u>

The accompanying notes are part of these financial statements.

Statement B

ATHABASCA UNIVERSITY
STATEMENT OF CAPITAL PROVIDED BY
THE PROVINCE OF ALBERTA

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	<u>1976</u>	<u>1975</u>
Balance at beginning of year	\$ 162,094	\$ 805,979
Add: Funds received from the Province of Alberta	200,000	157,631
	<u>362,094</u>	<u>963,610</u>
Deduct:		
Write-off of development costs	—	801,298
Loss on disposal of capital assets	290	218
	<u>290</u>	<u>801,516</u>
Balance at end of year	<u>\$ 361,804</u>	<u>\$ 162,094</u>

Statement C

ATHABASCA UNIVERSITY
STATEMENT OF REVENUE, EXPENSE AND OPERATING SURPLUS

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	<u>1976</u>	<u>1975</u>
<u>REVENUE</u>		
Grants:		
Province of Alberta	\$ 1,400,000	\$ 777,000
Interest	24,021	17,259
Fees	9,781	21,418
Miscellaneous	26	28
	<u>1,433,828</u>	<u>815,705</u>
<u>EXPENSE</u>		
Operating expense, Schedule 1	1,117,930	890,290
Surplus (deficit) for the year	315,898	(74,585)
Operating surplus at beginning of year	196,888	271,473
Operating surplus at end of year	<u>\$ 512,786</u>	<u>\$ 196,888</u>

ATHABASCA UNIVERSITY NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Athabasca University operates under the authority of The Universities Act, Chapter 378, Revised Statutes of Alberta 1970.

Note 2 Accounting Policy

Fixed assets of Athabasca University are provided by capital grants from the Province of Alberta. Depreciation is therefore not reflected in the financial statements.

Note 3 Due from Operating Funds

Due from operating funds, \$154,600, represents unexpended capital funds included in operating funds and consisting of short term deposits. Interest earned on these deposits has been credited to operating funds.

Note 4 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the University is subject to controls on compensation paid to its employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.

Schedule 1

ATHABASCA UNIVERSITY SCHEDULE OF OPERATING EXPENSE FOR THE YEAR ENDED MARCH 31, 1976 (with comparative figures)

	1976	1975
Salaries, wages and employee benefits	\$ 861,656	\$ 604,201
Production of course materials	87,507	117,536
Advertising and public relations	40,319	9,468
Course development	38,961	49,161
Telephone and utilities	14,700	10,575
Printing and duplicating	14,196	14,753
Office supplies	12,655	12,669
Student liason	12,286	21,460
Library materials and supplies	11,636	10,479
Postage and express	8,601	5,374
Accounting, legal and consulting fees	6,112	7,213
Office repairs and maintenance	3,712	9,004
Travelling	1,956	11,481
Miscellaneous	3,633	6,916
	<u>\$ 1,117,930</u>	<u>\$ 890,290</u>



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Board of Governors of
The University of Alberta

I have examined the balance sheet and the statement of long term debt of The University of Alberta as at March 31, 1976 and the statements of revenue and expense, operating surplus, reserves, capital provided by the Province of Alberta and capital provided by others for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the University as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 2, 1976



C.A.
Provincial Auditor.

THE UNIVERSITY OF ALBERTA

BALANCE SHEET

AS AT MARCH 31, 1976
(with comparative figures)
(thousands of dollars)

ASSETS

	1976	1975
Operating Funds		
Current:		
Cash	\$ 1,601	\$ 202
Short term deposits	24,912	15,350
Accounts receivable (Note 2)	7,669	1,553
Accrued interest	566	473
Merchandise held for resale, at cost	1,087	998
Prepaid expenses:		
Supplies	1,041	1,173
Other	17	2
Deposit, Workers' Compensation Board	25	25
Due from trust funds	—	8
Total current assets	36,918	19,784
Other:		
Long term deposits	—	3,917
Livestock	86	92
	37,004	23,793
Capital Funds		
Loan receivable, Students' Union for building contributions (see contra, Statement E)	3,238	3,302
Fixed assets: (Note 3)		
Land, buildings and plant	244,099	237,225
Furnishings and equipment	91,427	79,669
Due from operating funds (Note 4)	13,968	9,602
	352,732	329,798
Trust Funds		
Current:		
Cash	182	161
Short term deposits	6,141	6,360
Grants receivable	1,581	903
Loans receivable	66	82
Accrued interest	149	168
Due from operating funds	957	—
Total current assets	9,076	7,674
Investments: (Notes 5 and 6)		
Marketable securities, at amortized cost (approximate market value: 1976 \$17,439; 1975 \$14,555)	21,425	21,189
Mortgages and long term notes, at amortized cost	1,034	722
Real estate properties, at cost	1,363	1,363
	23,822	23,274
	32,898	30,948
Total	\$ 422,634	\$ 384,539

	<u>LIABILITIES</u>		<u>1976</u>	<u>1975</u>
Operating Funds				
Current:				
Bank and treasury branch indebtedness	\$	2,137	\$	1,922
Accounts payable and accrued liabilities		11,233		6,304
Holdbacks payable		116		204
Accrued interest		424		414
Deferred revenue		462		287
Due to capital funds		13,968		9,602
Due to trust funds		957		—
Total current liabilities		29,297		18,733
Reserves, Statement D		3,763		3,480
Operating surplus, Statement C		3,944		1,580
		37,004		23,793
Capital Funds				
Long term debt, Statement E		25,077		25,269
Capital provided by the Province of Alberta, Statement F		265,554		246,046
Capital provided by others, Statement G		62,101		58,483
		352,732		329,798
Trust Funds				
Killam estate: (Note 7)				
Endowment		16,159		15,578
Expendable		983		1,008
Other endowments		2,480		2,246
Research		4,089		4,255
Scholarships		495		508
Faculties and departments		1,876		1,548
Student loan funds		190		194
General purposes		1,050		1,024
Students' unions		267		134
Held on behalf of others		646		636
Unallocated interest, dividends and capital gains and losses(Note 7)		4,663		3,809
Due to operating funds		—		8
		32,898		30,948
Total	\$	422,634	\$	384,539

The accompanying notes are part of these financial statements.

THE UNIVERSITY OF ALBERTA
STATEMENT OF REVENUE AND EXPENSE

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)
(thousands of dollars)

REVENUE

	<u>1976</u>	<u>1975</u>
Government of the Province of Alberta:		
Operating grant	\$ 84,301	\$ 66,384
Less: Payments to colleges	(26)	(24)
Conditional grants	783	312
	<u>85,058</u>	<u>66,672</u>
Government of Canada:		
French language instruction grant	59	—
Fees:		
General	9,674	9,294
Special	152	142
Interest, net	1,165	1,076
Killam estate, appropriated earnings	341	330
Transfer from research fund	133	206
Transfer from grants in aid trust	250	165
Miscellaneous	2	—
	<u>96,834</u>	<u>77,885</u>

EXPENSE, NET

Faculties and schools	66,565	56,635
Indirect instructional	973	812
Library	6,545	5,380
Plant maintenance	11,244	8,944
Student services	626	651
Public service departments	1,149	1,016
Administrative departments	4,715	3,945
Miscellaneous expense	2,212	1,833
Ancillary departments	359	151
	<u>94,388</u>	<u>79,367</u>
Surplus (deficit) for the year	<u>\$ 2,446</u>	<u>\$ (1,482)</u>

Statement C

THE UNIVERSITY OF ALBERTA
STATEMENT OF OPERATING SURPLUS
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)
(thousands of dollars)

	<u>1976</u>	<u>1975</u>
Balance at beginning of year	\$ 1,580	\$ 3,546
Add:		
Surplus (deficit) for the year, Statement B	2,446	(1,482)
Excess of funds provided for retroactive pension contributions returned from trust funds	—	54 20
Proceeds from disposal of equipment	1	20
	<u>4,027</u>	<u>2,138</u>
Deduct:		
Transfers to reserves, Statement D	4	491
Garneau properties net revenue transferred to capital provided by others	61	71
Prior year's adjustments	18	(4)
	<u>83</u>	<u>558</u>
Balance at end of year	<u>\$ 3,944</u>	<u>\$ 1,580</u>

THE UNIVERSITY OF ALBERTA
STATEMENT OF RESERVES
FOR THE YEAR ENDED MARCH 31, 1976
(thousands of dollars)

	Balance as at March 31, 1975	Transfers from (to) Operating Surplus (Statement C)	Add				Deduct	Balance as at March 31, 1976
			Provisions Charged to Operations		Transfers from Trust	Charges to Reserves		
			Ancillary Depart- ments	Other			Interest	
Ancillary departments:								
Operating: (a)								
Art Store	\$ 5	\$ 4	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 9
Bookstore	61	70	—	—	3	—	—	134
Housing and food services	21	—	—	—	1	—	—	22
Married student housing	5	—	—	—	—	—	—	5
Parking	195	(10)	—	—	10	—	—	195
Printing and duplicating services	146	96	—	—	8	—	—	250
Vehicle pool	15	(3)	—	—	1	—	—	13
	<u>448</u>	<u>157</u>	<u>—</u>	<u>—</u>	<u>23</u>	<u>—</u>	<u>—</u>	<u>628</u>
Equipment replacement:								
Bookstore	68	—	10	—	3	—	—	81
Food services	469	—	44	—	23	—	—	536
Housing	327	—	28	—	16	—	5	366
Married student housing	236	—	29	—	12	—	10	267
Printing and duplicating services	242	—	52	—	12	—	12	294
	<u>1,342</u>	<u>—</u>	<u>163</u>	<u>—</u>	<u>66</u>	<u>—</u>	<u>27</u>	<u>1,544</u>
Extraordinary maintenance: (a)								
Utilities—electrical	(6)	30	—	—	—	—	—	24
Utilities—steam	144	44	—	—	8	—	—	196
Utilities—water	40	(48)	—	—	2	—	—	(6)
Utilities—chilled water	36	25	—	—	1	—	—	62
Utilities—power plant (Note 8)	(28)	(659)	—	—	(1)	—	—	(688)
	<u>186</u>	<u>(608)</u>	<u>—</u>	<u>—</u>	<u>10</u>	<u>—</u>	<u>—</u>	<u>(412)</u>
Faculty and departmental reserves	<u>—</u>	<u>249</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>249</u>
Other:								
Conditional grants	231	293	—	—	—	—	—	524
Equipment replacement, computing services	—	200	—	—	—	—	—	200
Faculty of medicine, special fund	154	(149)	—	—	—	—	—	5
Federal aid fund	111	—	—	—	5	—	—	116
Library fund	575	(138)	—	—	—	—	—	437
Provincial Laboratories of Public Health	295	—	—	—	—	—	—	295
University Athletic Board	—	—	—	—	—	19	—	19
Workers' compensation	138	—	—	90	—	—	70	158
	<u>1,504</u>	<u>206</u>	<u>—</u>	<u>90</u>	<u>5</u>	<u>19</u>	<u>70</u>	<u>1,754</u>
	<u>\$ 3,480</u>	<u>\$ 4</u>	<u>\$ 163</u>	<u>\$ 90</u>	<u>\$ 104</u>	<u>\$ 19</u>	<u>\$ 97</u>	<u>\$ 3,763</u>

(a) Transfers from Operating Surplus represent net department surplus (deficit) for the year, except Housing and Food Services and Married Student Housing for which the 1975/76 net operating results were not transferred to the respective reserves.

Statement E

THE UNIVERSITY OF ALBERTA
STATEMENT OF LONG TERM DEBT

AS AT MARCH 31, 1976
(with comparative figures)
(thousands of dollars)

Final Maturity Date	Rate of Interest	Original Advance	Amount Outstanding	
			1976	1975
Long term notes:				
(a) Jul 1, 2000	6½ %	\$ 1,200	\$ 1,121	\$ 1,139
(b) Jul 1, 2001	7½	1,250	1,196	1,211
Mortgages payable:				
(c) Jun 1, 2008	9	5,521	5,447	5,475
(d) Jul 1, 2014	5½	3,300	3,071	3,096
(e) Apr 1, 2018	5%	4,500	4,347	4,370
(f) Nov 1, 2018	6¼	2,250	2,188	2,198
(g) Sep 1, 2023	7½	3,987	3,969	3,978
Debenture payable, Province of Alberta:				
(h) Jun 30, 1999	5½	3,625	3,238	3,302
Advance from Provincial Treasurer (i)		500	500	500
			<u>\$25,077</u>	<u>\$25,269</u>

- (a) Long term note to finance construction of Stadium Car Park. Annual payments of principal and interest are adjusted to reflect the difference between the current Consumer Price Index, as published by Statistics Canada, and the index at the time of the original advance.
- (b) Long term note to finance construction of Windsor Car Park. Annual payments of principal and interest are adjusted to reflect the difference between the current Consumer Price Index, as published by Statistics Canada, and the index at the time of the original advance.
- (c) Mortgage to finance construction of Housing Union Building, leased to the Students' Union. (Note 12a).
- (d) Mortgage to finance construction of food services building and student residences, repayable in monthly instalments of principal and interest, guaranteed by the Province of Alberta.
- (e) Mortgage to finance construction of married student housing, Phase I, repayable in monthly instalments of principal and interest.
- (f) Mortgage to finance construction of a student residence, repayable in monthly instalments of principal and interest.
- (g) Mortgage to finance construction of married student housing, Phase II, repayable in monthly instalments of principal and interest.
- (h) University of Alberta debenture to finance construction of the Students' Union Building, repayable in annual instalments of principal and interest.
- (i) Advance to finance construction of student residences and food services building.

Statement F

THE UNIVERSITY OF ALBERTA
STATEMENT OF CAPITAL PROVIDED BY THE PROVINCE OF ALBERTA
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)
(thousands of dollars)

	1976	1975
Balance at beginning of year	\$ 246,046	\$ 207,438
Add: Funds from the Department of Advanced Education and Manpower:		
Capital grants	17,192	10,350
Matching grants	2,714	250
Other assets provided by the Department of Housing and Public Works	114	28,348
	<u>266,066</u>	<u>246,386</u>
Deduct: Federal Health Resources Fund contributions transferred to capital provided by others	—	340
Buildings demolished and written off	512	—
Balance at end of year (a)	<u>\$ 265,554</u>	<u>\$ 246,046</u>
(a) The balance at end of year consists of the following:		
Capitalized expenditures	\$ 257,336	\$ 243,605
Capital funds unexpended	8,218	2,441
	<u>\$ 265,554</u>	<u>\$ 246,046</u>

Statement G

THE UNIVERSITY OF ALBERTA
STATEMENT OF CAPITAL PROVIDED BY OTHERS
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)
(thousands of dollars)

	1976	1975
Balance at beginning of year	\$ 58,483	\$ 55,179
Add: Capital assets provided from:		
Operating funds	1,093	885
Trust funds	1,491	1,048
Hospitalization Benefits Plan for the Provincial Laboratories of Public Health	20	46
Interest	754	903
Donations from the Three Alberta Universities Capital Fund (Note 9)	321	684
Federal Health Resources Fund contributions transferred from capital provided by the Province of Alberta	—	340
Mortgage principal repayments	128	117
Garneau properties, net revenue	61	71
Research Council of Alberta	—	1
	<u>62,351</u>	<u>59,274</u>
Deduct:		
R. V. MacCosham Three Alberta Universities Capital Fund bequest, transferred to trust funds unexpended	250	—
Grant to Students' Union for Housing Union Building	—	698
Buildings demolished and written off	—	93
	<u>250</u>	<u>791</u>
Balance at end of year (a)	<u>\$ 62,101</u>	<u>\$ 58,483</u>
(a) The balance at end of year consists of the following:		
Capitalized expenditures	\$ 56,351	\$ 51,322
Capital funds unexpended	5,750	7,161
	<u>\$ 62,101</u>	<u>\$ 58,483</u>

THE UNIVERSITY OF ALBERTA
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

(all figures are stated in thousands of dollars)

Note 1 Authority

The University of Alberta operates under authority of The Universities Act, Chapter 378, Revised Statutes of Alberta 1970.

Note 2 Accounts Receivable

Accounts receivable consist of the following:

	1976	1975
Province of Alberta	\$ 5,878	\$ 158
Sundry debtors, less allowance for doubtful accounts	1,745	1,342
Government of Canada	46	53
	<u>\$ 7,669</u>	<u>\$ 1,553</u>

Note 3 Fixed Assets

Fixed assets of the University of Alberta are provided by capital grants from the Province of Alberta as well as from other funds.

Buildings, plant, furnishings and equipment are stated in the balance sheet at original cost. Buildings in the course of construction have been included in the assets of the University to the extent of construction costs incurred to March 31, 1976. No provision has been made for depreciation.

Note 4 Due from Operating Funds

Due from operating funds, \$13,968 represents unexpended capital funds in the form of short term deposits and accounts receivable included in operating funds. The source of these funds is as follows:

Provided by the Province of Alberta	\$ 8,218
Provided by others	5,750
	<u>\$ 13,968</u>

Note 5 Investments

Investments are summarized as follows:

	Amortized Cost	Market Value
Marketable securities:		
Government of Canada bonds, direct and guaranteed ...	\$ 45	\$ 44
Provincial debentures, direct and guaranteed	90	75
Municipal debentures	6	5
Corporation debentures	279	202
Convertible corporation debentures	6,891	5,427
Preferred shares	27	14
Convertible preferred shares	863	649
Common shares	13,224	11,023
	<u>\$ 21,425</u>	<u>\$ 17,439</u>
Mortgages (not publicly traded):		
Mortgages receivable	\$ 38	\$ 38
Mortgage advances	996	996
	<u>\$ 1,034</u>	<u>\$ 1,034</u>

Note 6 Real Estate

Real estate properties are valued at cost. No provision has been made for depreciation. Current real estate market conditions would indicate that the appreciation of properties has maintained asset valuation at an amount in excess of cost.

Continued on Page 24

Note 7 Investment Gains and Losses

The following net gains (losses) on investment sales during the year have been credited (charged) to the undernoted funds:

	1976	1975
Killam estate, endowment	\$ 330	\$ 269
Unallocated interest, dividends and capital gains and losses ..	239	(4)
	<u>\$ 569</u>	<u>\$ 265</u>

Note 8 Reserve for Utilities—Power Plant

This negative reserve resulted, in part, from the disallowance by the Province of Alberta of a natural gas rebate claimed under the Natural Gas Rebate Act in the amount of \$512. Utility rates were charged during the year in anticipation of receipt of this rebate.

Note 9 Donations, Three Alberta Universities Capital Fund

Of the funds received from the Three Alberta Universities Fund, a balance of \$817 is eligible for matching by the Province of Alberta when expended on approved capital projects.

Note 10 Contingent Liability

The University has a contingent liability of approximately \$581 with respect to endorsements given to secure bank loans to assist faculty members in purchasing homes.

Note 11 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the University is subject to controls on compensation paid to its employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.

Note 12 Subsequent Events

- (a) The Board of Governors of the University of Alberta entered into an agreement with the Students' Union of the University of Alberta to assume all assets and liabilities of the Housing Union Building as at April 1, 1976.
- (b) The Board of Governors of the University of Alberta agreed to purchase Le College St. Jean d'Edmonton from Les Reverends Peres Oblats de Marie Immaculee des Territoires du Nord-Ouest on April 30, 1976. The Province of Alberta agreed to finance this purchase through a capital grant of \$3,525 which has been included in accounts receivable at March 31, 1976.

Note 13 Comparative Figures

The 1975 comparative figures have been restated where necessary to conform to 1976 presentation.

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Board of Governors of
The University of Calgary

I have examined the balance sheet and the statement of long term debt of The University of Calgary as at March 31, 1976 and the statements of revenue, expense and operating surplus, reserves, capital provided by the Province of Alberta and capital surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the University as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 15, 1976

C.A.
Provincial Auditor.

THE UNIVERSITY OF CALGARY
BALANCE SHEET

AS AT MARCH 31, 1976
(with comparative figures)
(thousands of dollars)

ASSETS

	<u>1976</u>	<u>1975</u>
GENERAL FUNDS		
Current:		
Cash	\$ 225	\$ 224
Short term investments, at cost and market	15,154	13,370
Accounts receivable	993	863
Grants receivable, Province of Alberta	1,322	—
Accrued interest	231	355
Merchandise inventories, at cost	730	643
Prepaid expenses	438	428
Due from restricted funds	32	27
Due from Banff School of Fine Arts	—	248
Total current assets	<u>19,125</u>	<u>16,158</u>
Long term:		
Advance, McMahon Stadium expansion (Note 2)	599	599
Loan, Banff School of Fine Arts (Note 3)	110	124
Deposit, Workers' Compensation Board	15	15
	<u>724</u>	<u>738</u>
Assets on deposit with the Province of Alberta for sinking fund: (Note 4)		
Short term investments, at cost and market	67	39
Investments, at amortized cost (approximate market value: 1976 \$374; 1975 \$378)	419	414
Accrued interest	6	5
	<u>492</u>	<u>458</u>
Fixed, at cost:		
Land, buildings and plant	132,473	126,919
Furnishings and equipment	48,945	43,690
	<u>181,418</u>	<u>170,609</u>
RESTRICTED FUNDS		
Cash	11	—
Short term investments, at cost and market	5,175	4,740
Accounts receivable	571	390
Loans receivable	5	7
Accrued interest	106	82
Investments, at cost (approximate market value: 1976 \$1,004; 1975 \$262)	1,015	289
Total restricted funds	<u>6,883</u>	<u>5,508</u>
	<u>\$ 208,642</u>	<u>\$ 193,471</u>

	<u>LIABILITIES</u>	
	<u>1976</u>	<u>1975</u>
GENERAL FUNDS		
Current:		
Bank overdrafts	\$ 1,565	\$ 723
Accounts payable	5,126	3,790
Deferred housing and fee revenue	138	122
Due to Banff School of Fine Arts	549	—
Total current liabilities	7,378	4,635
Advance from capital surplus for McMahon Stadium (Note 2)	599	599
Long term debt, Statement C	6,866	6,911
Total liabilities	14,843	12,145
Equity:		
Capital and capital surplus:		
Capital provided by the Province of Alberta, Statement E	141,787	135,474
Capital surplus, Statement F	40,224	36,331
	182,011	171,805
Reserves, Statement D:		
Operating	1,858	1,550
Capital	2,198	1,517
	4,056	3,067
Operating surplus, Statement B	849	946
Total equity	186,916	175,818
RESTRICTED FUNDS		
Bank overdraft	—	16
Salaries payable	4	15
Due to general funds	32	27
	36	58
Endowment funds:		
The University of Calgary Endowment Fund (Note 5)	2,877	—
Other	371	289
	3,248	289
Expendable funds (Note 5)	3,599	5,161
Total restricted funds	6,883	5,508
	\$ 208,642	\$ 193,471

The accompanying notes are part of these financial statements.

THE UNIVERSITY OF CALGARY
STATEMENT OF REVENUE, EXPENSE AND OPERATING SURPLUS

FOR THE YEAR ENDED MARCH 31, 1976

(with comparative figures)

(thousands of dollars)

REVENUE

	1976	1975
Grants:		
Province of Alberta	\$ 45,313	\$ 34,439
Grants in aid	6	5
	<u>45,319</u>	<u>34,444</u>
Fees	5,894	5,234
Interest	503	787
Donated funds	248	—
Miscellaneous	120	25
	<u>52,084</u>	<u>40,490</u>

EXPENSE, NET

Faculties	32,687	26,563
Indirect instructional	2,147	1,721
Library	3,311	2,634
Plant maintenance	5,908	4,942
Student services	580	495
Public service departments	580	404
Administrative departments	3,708	3,149
Miscellaneous expense	2,659	1,784
Operating departments	255	328
	<u>51,835</u>	<u>42,020</u>
Surplus (deficit) for the year	249	(1,530)
Appropriated to reserves, Statement D		
Operating reserves:		
Appropriated	673	340
Less: Expenditures	363	186
	<u>310</u>	<u>154</u>
Capital reserves	36	40
	<u>346</u>	<u>194</u>
Unappropriated surplus (deficit) for the year	(97)	(1,724)
Operating surplus at beginning of year	946	2,670
Operating surplus at end of year	\$ 849	\$ 946

Statement C

THE UNIVERSITY OF CALGARY
STATEMENT OF LONG TERM DEBT

AS AT MARCH 31, 1976
(with comparative figures)
(thousands of dollars)

<u>Final Maturity Date</u>	<u>Rate of Interest</u>	<u>Original Advance</u>	<u>Amount Outstanding</u>	
			<u>1976</u>	<u>1975</u>
Debentures payable:				
March 15, 1982 (a) (Note 4)	5½ %	\$ 750	\$ 750	\$ 750
November 1, 2005 (b)	7%	3,714	3,576	3,605
			<u>4,326</u>	<u>4,355</u>
Mortgage payable:				
March 1, 2016 (c)	5½	2,165	2,040	2,056
Advance from the Provincial Treasurer (d)		500	500	500
			<u>\$6,866</u>	<u>\$6,911</u>

(a) Guaranteed by the Province of Alberta.

(b) Debenture to finance construction of student family housing, repayable in monthly instalments of principal and interest of \$25,704.

(c) Mortgage to finance construction of food services building and student residences, repayable in monthly instalments of principal and interest of \$9,941, guaranteed by the Province of Alberta.

(d) Advance to finance construction of student residences and food services building.

THE UNIVERSITY OF CALGARY

STATEMENT OF RESERVES

FOR THE YEAR ENDED MARCH 31, 1976

(thousands of dollars)

	Balance March 31, 1975	Add Provisions Charged to Operations	Add (Deduct) Appropriations from (to) Surplus	Add Appropriations from Capital Funds	Deduct Reserve Expenditures	1976 March 31, Balance
Operating reserves:						
Unexpended funds:						
Non-formula grant units:						
Environmental design	\$ 93	\$ —	\$ (93)	\$ —	\$ —	\$ —
Medicine	370	—	22	—	—	392
Extension	11	—	(11)	—	—	—
Alberta Educational Communications						
Corporation	46	—	3	—	—	49
Radio and television	37	—	(22)	—	—	15
Law	29	—	66	—	—	95
Romance studies— teachers of French	17	—	10	—	—	27
Education—teachers of French	8	—	—	—	—	8
Education—practicum planning	—	—	169	—	—	169
	<u>611</u>	<u>—</u>	<u>144</u>	<u>—</u>	<u>—</u>	<u>755</u>
Departmental reserves:						
Faculties	443	—	423	—	280	586
Indirect instructional	12	—	35	—	12	35
Library books	279	—	(20)	—	—	259
Library books—law	—	—	96	—	—	96
Plant maintenance	15	—	12	—	12	15
Student services	20	—	8	—	8	20
Administrative departments	66	—	22	—	34	54
Miscellaneous departments	16	—	20	—	11	25
Operating departments	12	—	(6)	—	6	—
	<u>863</u>	<u>—</u>	<u>590</u>	<u>—</u>	<u>363</u>	<u>1,090</u>
Social welfare	13	—	(13)	—	—	—
Federal aid	24	—	(24)	—	—	—
	<u>1,511</u>	<u>—</u>	<u>697</u>	<u>—</u>	<u>363</u>	<u>1,845</u>
Married student housing maintenance	15	38	—	—	40	13
Unemployment insurance	24	—	(24)	—	—	—
	<u>\$1,550</u>	<u>\$ 38</u>	<u>\$ 673</u>	<u>\$ —</u>	<u>\$ 403</u>	<u>\$1,858</u>
Capital reserves:						
Equipment replacement:						
Vehicles and grounds equipment	\$ 238	\$ 53	\$ —	\$ —	\$ 64	\$ 227
Operating departments	753	126	—	—	116	763
General	268	—	—	1,640	904	1,004
	<u>1,259</u>	<u>179</u>	<u>—</u>	<u>1,640</u>	<u>1,084</u>	<u>1,994</u>
Campus parking	147	—	36	—	33	150
Art and Architecture Committee	111	—	—	—	57	54
	<u>\$1,517</u>	<u>\$ 179</u>	<u>\$ 36</u>	<u>\$1,640</u>	<u>\$1,174</u>	<u>\$2,198</u>

Statement E

THE UNIVERSITY OF CALGARY
 STATEMENT OF CAPITAL PROVIDED BY THE PROVINCE OF ALBERTA
 FOR THE YEAR ENDED MARCH 31, 1976
 (with comparative figures)
 (thousands of dollars)

	<u>1976</u>	<u>1975</u>
Balance at beginning of year	\$ 135,474	\$ 129,577
Add:		
Funds received from the Province of Alberta:		
Capital grants	7,073	5,583
Matching grants	731	687
	<u>7,804</u>	<u>6,270</u>
	143,278	135,847
Deduct:		
Federal Health Resources Fund contribution transferred to capital surplus	1,491	373
Balance at end of year	<u>\$ 141,787</u>	<u>\$ 135,474</u>

THE UNIVERSITY OF CALGARY
STATEMENT OF CAPITAL SURPLUS
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)
(thousands of dollars)

	1976	1975
Balance at beginning of year	\$ 36,331	\$ 32,876
Add:		
Federal Health Resources Fund contribution transferred from capital provided by the Province of Alberta	1,491	373
Capital assets provided from:		
Operating funds	1,604	1,029
Restricted funds	488	403
Alberta Educational Communications Corporation recovery of leased space alteration costs	2	206
McMahon Stadium Society:		
Improvements	31	11
Stadium expansion	—	11
Students' Union funds	(14)	19
Capital reserves:		
Art and Architecture Committee	57	23
General equipment replacement	904	—
Donations from the Three Alberta Universities Capital Fund (Note 6)	551	673
Interest	737	768
Other donations	18	—
Sinking fund earnings	34	33
Mortgage and debenture principal repayments	45	43
Loss on disposal of capital assets, net	(415)	(34)
	<u>5,533</u>	<u>3,558</u>
	41,864	36,434
Deduct:		
Appropriations to capital reserves:		
General equipment replacements	1,640	50
Art and Architecture Committee	—	53
	<u>1,640</u>	<u>103</u>
Balance at end of year	<u>\$ 40,224</u>	<u>\$ 36,331</u>

THE UNIVERSITY OF CALGARY
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The University of Calgary operates under authority of The Universities Act, Chapter 378, Revised Statutes of Alberta 1970.

Note 2 McMahon Stadium Expansion

The Board of Governors, in March 1973, approved a borrowing resolution for the financing of the seating expansion of McMahon Stadium, such borrowing to be repaid out of excess rental income generated through the operation of the Stadium by the McMahon Stadium Society. Because of the adverse interest rates, the University decided not to proceed with borrowing and temporarily financed the cost of expansion, \$654,000, from surplus capital funds. \$55,000 of this expenditure was repaid from excess rental income during 1973-74 and 1974-75.

Note 3 Long Term Loan to Banff School of Fine Arts

During 1974-75 the University and The Banff School of Fine Arts made arrangements to formalize the repayment of \$138,000 to the University, this amount having been advanced by the University to finance construction of staff houses at Banff. Repayment of the loan is at the rate of \$13,800 per annum over a ten-year period commencing 1974-75. Interest on the outstanding balance is charged to Banff's operating account by the University. The rate of interest charged is the average yield rate on the University's short term investments.

Note 4 Sinking Fund

The assets on deposit with the Province of Alberta have been deemed adequate to retire the debentures payable of \$750,000 due on March 15, 1982.

Note 5 Endowment Funds

At the June 10, 1975 meeting, the Board of Governors approved the establishment of an endowment fund known as The University of Calgary Endowment Fund. The amount of \$2,877,068, previously held in expendable funds, was designated by the Board as endowment funds. The annual income is intended to be used for scholarships, research, community service, or as specified by donors.

Note 6 Donations, Three Alberta Universities Capital Fund

Of the funds received from the Three Alberta Universities Capital Fund a balance of \$568,000 is eligible for matching by the Province of Alberta when expended on approved capital projects.

Note 7 Contingent Liability

The University has a contingent liability of approximately \$132,000 in respect to guarantees given to secure bank loans to assist new faculty members in purchasing homes.

Note 8 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the University is subject to controls on compensation paid to its employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.

Note 9 Comparative Figures

For comparative purposes the 1975 figures have been restated where necessary to conform to 1976 presentation.



OFFICE OF THE PROVINCIAL AUDITOR

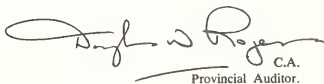
AUDITOR'S REPORT

To the Board of Governors of
The University of Calgary

I have examined the balance sheet and the statement of long term debt of The University of Calgary, Banff School of Fine Arts Trust as at March 31, 1976 and the statement of revenue, expense and operating deficit for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Trust as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 26, 1976



C.A.
Provincial Auditor.

THE UNIVERSITY OF CALGARY
BANFF SCHOOL OF FINE ARTS TRUST

BALANCE SHEET

AS AT MARCH 31, 1976

(with comparative figures)

ASSETS

	<u>1976</u>	<u>1975</u>
GENERAL FUNDS		
Current:		
Cash	\$ 174,648	\$ 135,928
Accounts receivable	150,751	169,508
Grants receivable, Province of Alberta	—	250,000
Merchandise inventories, at cost	43,212	46,901
Prepaid expenses	54,164	31,596
Due from The University of Calgary	548,910	—
Total current assets	<u>971,685</u>	<u>633,933</u>
Fixed, at cost:		
Land, buildings and plant	9,244,628	7,545,326
Furnishings and equipment	1,058,169	753,907
	<u>10,302,797</u>	<u>8,299,233</u>
RESTRICTED FUNDS		
Accrued interest	1,516	—
Short term investments, at cost and market	100,411	15,900
Due from general funds	1,493	54,791
	<u>103,420</u>	<u>70,691</u>
Total restricted funds	<u>\$ 11,377,902</u>	<u>\$ 9,003,857</u>

<u>LIABILITIES</u>		1976	1975
GENERAL FUNDS			
Current:			
Accounts payable	\$ 469,040	\$ 321,997	
Accrued interest	25,106	25,572	
Deferred housing and fee revenue	122,333	41,923	
Due to The University of Calgary	—	247,965	
Due to restricted funds	1,493	54,791	
Total current liabilities	617,972	692,248	
Long term debt, Statement C (Note 2)	1,308,276	1,358,676	
Total liabilities	1,926,248	2,050,924	
Equity:			
Capital and capital surplus:			
Capital provided by the Province of Alberta:			
Balance at beginning of year	4,843,752	4,373,752	
Add: Funds received from the Province of Alberta	2,311,489	470,000	
Balance at end of year	7,155,241	4,843,752	
Capital surplus:			
Balance at beginning of year	2,080,989	2,027,958	
Add: Mortgage and debenture principal repayments ..	50,400	48,287	
Donations	71,589	1,000	
Disposal of fixed assets	1,323	3,744	
Balance at end of year	2,204,301	2,080,989	
Total capital and capital surplus	9,359,542	6,924,741	
Operating deficit, Statement B	(11,308)	(42,499)	
Total equity	9,348,234	6,882,242	
RESTRICTED FUNDS			
Scholarships	68,650	21,090	
Grants and loans	1,500	1,500	
General purposes	31,101	44,467	
Held on behalf of others	2,169	3,634	
Total restricted funds	103,420	70,691	
	\$ 11,377,902	\$ 9,003,857	

The accompanying notes are part of these financial statements.

THE UNIVERSITY OF CALGARY
BANFF SCHOOL OF FINE ARTS TRUST
STATEMENT OF REVENUE, EXPENSE AND OPERATING DEFICIT
FOR THE YEAR ENDED MARCH 31, 1976
 (with comparative figures)

	<u>1976</u>	<u>1975</u>
<u>REVENUE</u>		
Grants from the Province of Alberta	\$ 1,675,000	\$ 1,158,000
Fees and accommodation	2,374,960	2,212,696
Sales	123,170	106,849
Interest	55,483	27,720
Donations	25,250	9,500
Miscellaneous	31,330	43,592
	<u>4,285,193</u>	<u>3,558,357</u>
<u>EXPENSE</u>		
Cultural resources management program	106,252	—
French language programs	76,559	—
Performing arts	632,507	550,744
Visual arts	438,033	422,049
Management studies	179,410	155,492
Conferences	81,672	79,157
Theatre	222,105	176,666
Buildings and grounds	714,123	591,575
Administration	590,582	513,078
Housing	254,596	199,004
Food services	888,908	837,244
Communications	69,255	50,101
	<u>4,254,002</u>	<u>3,575,110</u>
Operating surplus (deficit) for the year	31,191	(16,753)
Deduct: Operating deficit at beginning of year	42,499	25,746
Operating deficit at end of year	<u>\$ 11,308</u>	<u>\$ 42,499</u>

THE UNIVERSITY OF CALGARY
BANFF SCHOOL OF FINE ARTS TRUST
STATEMENT OF LONG TERM DEBT

AS AT MARCH 31, 1976

(with comparative figures)

Final Maturity Date	Rate of Interest	Original Advance	Amount Outstanding	
			1976	1975
Mortgages:				
June 1, 1985 (a)	6¼ %	\$ 42,025	\$ 24,512	\$ 26,592
Debentures:				
November 1, 1991 (b)	5%	335,000	260,900	270,985
January 1, 1993 (c)	5%	665,000	544,547	562,825
May 1, 1998 (d)	7½	382,500	367,917	374,074
Long term borrowing: (Note 2)				
March 1, 1984 (e)		138,000	110,400	124,200
			<u>\$ 1,308,276</u>	<u>\$ 1,358,676</u>

- (a) Mortgages to finance construction of staff houses repayable in monthly instalments of principal and interest of \$305.
- (b) Debenture issued to finance construction of a chalet repayable in semi-annual instalments of principal and interest of \$12,258, guaranteed by the Province of Alberta.
- (c) Debenture issued to finance construction of an addition to a chalet repayable in semi-annual instalments of principal and interest of \$25,540, guaranteed by the Province of Alberta.
- (d) Debenture issued to finance construction of Corbett Hall, repayable in semi-annual instalments of principal and interest of \$17,050, guaranteed by the Province of Alberta.
- (e) Long term borrowing from The University of Calgary to finance construction of staff houses, repayable in monthly instalments of principal of \$1,150. Interest is paid monthly at the University's average yield rate on its investments.

THE UNIVERSITY OF CALGARY
BANFF SCHOOL OF FINE ARTS TRUST
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

- Note 1 Authority**
The Banff School of Fine Arts operates under Part 4 of The Universities Act, Chapter 378, Revised Statutes of Alberta 1970.
- Note 2 Long Term Borrowing from The University of Calgary**
During 1974-75 the University and The Banff School of Fine Arts made arrangements to formalize the repayment of \$138,000 to the University, this amount having been advanced by the University to finance construction of staff houses at Banff. Repayment of the loan is at the rate of \$13,800 per annum over a ten-year period commencing in 1974-75. Interest on the outstanding balance is charged to Banff's operating account by the University. The rate of interest charged is the average yield-rate on the University's short term investments.
- Note 3 Anti-Inflation Program**
Pursuant to an agreement dated February 18, 1976, between the Government of the Province of Alberta and the Government of Canada, the Banff School of Fine Arts is subject to controls on compensation paid to its employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.
- Note 4 Comparative Figures**
For comparative purposes the 1975 figures have been restated where necessary to conform to 1976 presentation.



OFFICE OF THE PROVINCIAL AUDITOR

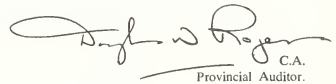
AUDITOR'S REPORT

To the Board of Governors of
The University of Lethbridge

I have examined the balance sheet of The University of Lethbridge as at March 31, 1976 and the statements of revenue, expense and operating surplus, capital provided by the Province of Alberta, capital surplus and reserves for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the University as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
June 18, 1976



C.A.
Provincial Auditor.

Statement A

THE UNIVERSITY OF LETHBRIDGE

BALANCE SHEET

AS AT MARCH 31, 1976

(with comparative figures)

ASSETS

	<u>1976</u>	<u>1975</u>
Operating Funds:		
Current:		
Cash	\$ 16,248	\$ 235,591
Short term deposits	3,297,550	1,997,550
Accounts receivable, less allowance for doubtful accounts	136,104	49,264
Accrued interest	25,370	6,749
Merchandise held for resale, at cost	136,188	128,179
Prepaid expenses	7,171	1,060
Due from trust funds	—	38,959
	<u>3,618,631</u>	<u>2,457,352</u>
Other:		
Deposit, Workers' Compensation Board	10,000	10,000
	<u>3,628,631</u>	<u>2,467,352</u>
Capital Funds:		
Fixed assets:		
Land and buildings, at cost	19,238,767	18,494,125
Furnishings and equipment, at cost	5,667,626	4,986,412
Due from operating funds (Note 3)	1,845,156	1,137,216
	<u>26,751,549</u>	<u>24,617,753</u>
Trust Funds:		
Cash	231,450	261,380
Accounts receivable	25,877	15,993
Term deposits	39,536	29,036
Accrued interest	8,187	7,901
Due from operating funds	50,675	—
	<u>355,725</u>	<u>314,310</u>
	<u>\$ 30,735,905</u>	<u>\$ 27,399,415</u>

<u>LIABILITIES</u>		1976	1975
Operating Funds:			
Current:			
Bank overdraft	\$	168,703	\$ —
Accounts payable		565,888	364,854
Deferred income		33,515	34,134
Due to capital funds		1,845,156	1,137,216
Due to trust funds		50,675	—
		<u>2,663,937</u>	<u>1,536,204</u>
Reserves, Statement E		297,064	387,091
Operating surplus, Statement B		667,630	544,057
		<u>3,628,631</u>	<u>2,467,352</u>
Capital Funds:			
Debenture payable (Note 4)		2,283,525	2,287,997
Capital and capital surplus:			
Capital provided by the Province of Alberta, Statement C		20,910,774	19,155,110
Capital surplus, Statement D		3,557,250	3,174,646
		<u>26,751,549</u>	<u>24,617,753</u>
Trust Funds:			
Scholarships		55,790	43,690
Research		88,241	83,319
Held on behalf of others		58,450	21,191
Endowments:			
Donner Foundation grant		104,363	89,938
Other		48,881	37,213
Due to operating funds		—	38,959
		<u>355,725</u>	<u>314,310</u>
		<u>\$ 30,735,905</u>	<u>\$ 27,399,415</u>

The accompanying notes are part of these financial statements.

Statement B

THE UNIVERSITY OF LETHBRIDGE
STATEMENT OF REVENUE, EXPENSE AND OPERATING SURPLUS

FOR THE YEAR ENDED MARCH 31, 1976

(with comparative figures)

	<u>1976</u>	<u>1975</u>
<u>REVENUE</u>		
Grants:		
Province of Alberta	\$ 7,031,850	\$ 5,708,627
Fees:		
General	726,042	634,371
Special	3,952	3,907
Interest	87,965	79,800
Miscellaneous	22,027	22,206
	<u>7,871,836</u>	<u>6,448,911</u>
<u>EXPENSE, NET</u>		
Faculties and schools	4,665,259	3,557,404
Indirect instructional	205,526	146,053
Learning resources	572,979	526,095
Plant maintenance	975,682	782,771
Student services	127,122	110,377
Public service department	49,031	77,687
Administrative departments	799,295	555,113
Miscellaneous expense	297,394	275,254
Operating departments	160,444	169,937
	<u>7,852,732</u>	<u>6,200,691</u>
Surplus for the year	19,104	248,220
Appropriated from (to) reserve for special programs	104,469	(233,580)
Unappropriated surplus for the year	123,573	14,640
Operating surplus at beginning of year	544,057	529,417
Operating surplus at end of year	<u>\$ 667,630</u>	<u>\$ 544,057</u>

Statement C

THE UNIVERSITY OF LETHBRIDGE
STATEMENT OF CAPITAL PROVIDED BY THE PROVINCE OF ALBERTA

FOR THE YEAR ENDED MARCH 31, 1976

(with comparative figures)

	<u>1976</u>	<u>1975</u>
Balance at beginning of year	\$ 19,155,110	\$ 18,378,610
Add: Funds received from the Province of Alberta:		
Capital grant	1,746,270	776,500
Matching grant	9,394	—
Balance at end of year	<u>\$ 20,910,774</u>	<u>\$ 19,155,110</u>

Statement D

THE UNIVERSITY OF LETHBRIDGE
STATEMENT OF CAPITAL SURPLUS

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Balance at beginning of year	\$ 3,174,646	\$ 2,674,184
Add: Capital assets provided from:		
Operating funds	218,480	208,552
Trust and research funds	4,423	65,374
Donations from the Three Alberta Universities Capital Fund (Note 5)	56,806	128,526
Interest	103,532	98,528
Sales tax recovery	2,033	735
Other recoveries	533	—
	<u>3,560,453</u>	<u>3,175,899</u>
Deduct: Loss on disposal of capital assets	3,203	1,253
Balance at end of year	<u>\$ 3,557,250</u>	<u>\$ 3,174,646</u>

Statement E

THE UNIVERSITY OF LETHBRIDGE
STATEMENT OF RESERVES

FOR THE YEAR ENDED MARCH 31, 1976

	Balance March 31, 1975	Add Provisions Charged to Operations	Add Appropriation From (To) Surplus	Deduct Reserve Expenditures	Balance March 31, 1976
Special programs: (Note 6)					
Co-operative Studies program	\$ 85,490	\$ —	\$ (5,437)	\$ —	\$ 80,053
Extended Practicum	137,921	—	(136,733)	—	1,188
Management Arts	25,382	—	18,701	—	44,083
Native American Studies	39,561	—	19,000	—	58,561
Operating departments:					
Equipment replacement	93,237	21,272	—	3,872	110,637
Obsolete stock	5,500	690	—	3,648	2,542
	<u>\$ 387,091</u>	<u>\$ 21,962</u>	<u>\$ (104,469)</u>	<u>\$ 7,520</u>	<u>\$ 297,064</u>

THE UNIVERSITY OF LETHBRIDGE
NOTES TO THE FINANCIAL STATEMENTS
MARCH 31, 1976

Note 1 Authority

The University of Lethbridge operates under the authority of The Universities Act, Chapter 378, Revised Statutes of Alberta 1970.

Note 2 Accounting Policy

Fixed assets of The University of Lethbridge are provided by capital grants from the Province of Alberta as well as from other funds, therefore, depreciation is not reflected in the financial statements.

Note 3 Due from Operating Funds

Due from Operating Funds, \$1,845,156, represents unexpended capital funds included in operating funds and consisting of short term bank deposits and a receivable from the Three Alberta Universities Capital Fund.

Note 4 Debenture Payable

This debenture, guaranteed by the Province of Alberta, was issued to the Central Mortgage and Housing Corporation for funds received to finance the construction of student residences. The rate of interest is 8¼% per annum and is repayable over fifty years in semi-annual instalments of principal and interest in the amount of \$96,570 with a final maturity date of February 1, 2022.

Note 5 The Three Alberta Universities Capital Fund

Of the funds received from the Three Alberta Universities Capital Fund a balance of \$573,465 is eligible for matching by the Province of Alberta when expended on approved capital projects.

Note 6 Reserve for Special Programs

The reserve for special programs represents the unexpended balance of funds provided by the Province of Alberta. When the special programs are terminated, the balance of funds is to be refunded.

Note 7 Contingent Liability

The University has a contingent liability of \$193,017 with respect to guarantees given to secure bank loans to assist faculty members in purchasing homes.

Note 8 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the University is subject to controls on compensation paid to its employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Agricultural Development Corporation

I have examined the balance sheet of the Alberta Agricultural Development Corporation as at March 31, 1976 and the statement of income, expenditure and retained earnings for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Corporation as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
August 19, 1976

C.A.
Provincial Auditor.

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION

BALANCE SHEET

AS AT MARCH 31, 1976

(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Cash	\$ 93,638	\$ 448,185
Accounts receivable:		
Province of Alberta	48,863	1,154,569
Other	141,800	4,676
Accrued interest receivable	3,273,360	2,547,888
Agreements for sale and mortgages receivable (less allowance for doubtful accounts 1976 \$2,050,000; 1975 —) (Note 3)	96,917,964	83,243,265
Guarantee implementations receivable (less allowance for doubtful accounts 1976 \$2,040,207; 1975 —)	2,503,843	—
Office equipment, at nominal value (Note 4)	1	1
Land, at cost	—	95,236
	<u>102,979,469</u>	<u>87,493,820</u>
Trust assets: (Note 5)		
Land, at cost	103,064	—
Guarantee implementations receivable (less allowance for doubtful accounts 1976 \$908,814; 1975 —)	1,407,645	—
	<u>1,510,709</u>	<u>—</u>
	<u>\$104,490,178</u>	<u>\$ 87,493,820</u>
<u>LIABILITIES</u>		
Accounts payable:		
Estimated implementations of guarantees	\$ 4,448,345	\$ —
Province of Alberta	870,720	1,074,941
Grants	92,232	—
Other	33,416	41,026
Advances from the Province of Alberta (Note 6)	85,000,000	76,000,000
Reserve for implementation of guarantees (Note 9)	2,750,000	—
Retained earnings, Statement B	9,784,756	10,377,853
	<u>102,979,469</u>	<u>87,493,820</u>
Trust liabilities:		
Province of Alberta	1,510,709	—
	<u>\$104,490,178</u>	<u>\$ 87,493,820</u>

The accompanying notes are part of these financial statements.

Statement B

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
STATEMENT OF INCOME, EXPENDITURE AND RETAINED EARNINGS
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Loan operations		
Income:		
Interest on loans	\$ 6,391,947	\$ 4,220,601
Service fees on guarantees	988,693	947,751
Lease income	4,804	6,593
Application fees	60	12,440
Miscellaneous	19	23
	<u>7,385,523</u>	<u>5,187,408</u>
Expenditure:		
Provision for doubtful accounts (Note 2)	4,090,207	—
Interest on advances	3,120,659	898,347
Operating expense, Schedule 1	2,050,412	1,965,880
Farming incentives, Schedule 2	697,937	349,738
Advisory services (Note 7)	102,195	120,560
	<u>10,061,410</u>	<u>3,334,525</u>
Net income (loss) on loan operations	(2,675,887)	1,852,883
Contributions by the Province of Alberta (Note 8)	7,070,440	30,998,958
	<u>4,394,553</u>	<u>32,851,841</u>
Deduct: Other expenditure:		
Guaranteed loans implemented	1,583,302	804,503
Department of Agriculture programs administered by the Corporation:		
Emergency crop program interest rebates	625,252	3,430,585
Adverse weather program grants	17,157	23,429,345
Dairy development rebates	10,141	—
Vegetable rebates	1,798	—
	<u>2,237,650</u>	<u>27,664,433</u>
Net income for the year	2,156,903	5,187,408
Retained earnings at beginning of year	10,377,853	5,190,444
Transfer from capital surplus	—	1
Appropriation to reserve for implementation of guarantees	(2,750,000)	—
Retained earnings at end of year	<u>\$ 9,784,756</u>	<u>\$ 10,377,853</u>

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Alberta Agricultural Development Corporation operates under the authority of The Agricultural Development Act, Chapter 5, Statutes of Alberta 1972.

Note 2 Change in Accounting Policy

The Corporation has adopted the policy of providing for probable losses on accounts known to be in difficulty at March 31, 1976 as well as providing for losses on other loans which could possibly encounter problems. In previous years no provision was made. A summary of the current year's provision is as follows:

Direct loans	\$ 2,050,000
Guaranteed loans implemented	2,040,207
	<u>\$ 4,090,207</u>

Note 3 Agreements for Sale and Mortgages Receivable

The following schedule summarizes the agreements for sale and mortgages receivable by years in which the instalments become due:

<u>Receivable in</u>	<u>Amount</u>
1 year	\$ 5,936,146
2 years	2,999,070
3 years	3,051,934
4 years	3,221,393
5 years	3,254,633
6-10 years	17,119,098
Over 10 years	63,385,690
	<u>98,967,964</u>
Less: Allowance for doubtful accounts	2,050,000
	<u>\$ 96,917,964</u>

Note 4 Office Equipment

No depreciation has been provided on office equipment. The Province of Alberta provides funds from the General Revenue Fund of the Province for acquirement and replacement of office equipment. At March 31, 1976 office equipment, costing \$101,034 was written down to the nominal value of \$1.

Note 5 Trust Assets

Trust assets acquired during the year are summarized as follows:

- (a) During the year land was acquired by the Corporation from capital funds provided by the Province of Alberta. Although title to the property is in the Corporation's name, the Corporation is to refund all proceeds of disposition to the Province. Negotiations for sale of the land were in process at March 31, 1976.
- (b) Prior to the changes in the Act effective December 15, 1975, the Province of Alberta indemnified the Corporation for all guaranteed loan claims made and in turn the Corporation subrogated its rights for collection to the Province pursuant to Section 16(2) and (3) of the Act. Accordingly, the total guarantee payments made by the Corporation less recoveries and allowance for doubtful accounts have been recorded as a trust asset and liability.

Note 6 Advances from the Province of Alberta

Section 11(2) of the Act provides for advances from the General Revenue Fund of the Province up to a maximum of \$150,000,000 outstanding at any time. Treasury Board Minute 1272 exempts payment of interest on the first \$50,000,000 advanced to the Corporation.

Note 7 Advisory Services

In each District Agricultural area there is a local advisory service established to report to the Agricultural Services Branch and to hear appeals on Alberta Agricultural Development Corporation loan decisions. The service expenses have been paid by the Corporation during the year, however, future expenses will be paid by the Department of Agriculture.

Note 8 Contributions by the Province of Alberta

In accordance with an amendment to Section 5(3) of the Act effective December 15, 1975, certain expenses of administering the Act are to be paid from the Corporation's revolving fund, with the balance to be paid from the General Revenue Fund of the Province. Prior to that date all administration expenses were paid from the General Revenue Fund.

Note 9 Contingent Liability

The Corporation has a contingent liability with respect to loan guarantees aggregating approximately \$110,000,000 at March 31, 1976. A reserve for implementation of guarantees representing possible future losses of \$2,750,000 has been appropriated from retained earnings.

Note 10 Commitments

Direct loans in the amount of \$5,032,764 had been approved by the Board of Directors but has not been disbursed.

The Corporation entered into an agreement on March 30, 1976 to acquire shares, at a cost of \$650,000, in a company for whom the Corporation had guaranteed a loan. The agreement requires the company to use the proceeds to retire the loan and eliminate the guarantee.

Note 11 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Corporation is subject to controls on compensation paid to its employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.

Note 12 Comparative figures

The 1975 comparative figures have been restated where necessary to conform to 1976 presentation.

Schedule 1

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
SCHEDULE OF OPERATING EXPENSE
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Salaries and wages	\$ 1,432,692	\$ 1,210,710
Legal fees and expenses	178,753	316,550
Travelling	147,728	151,783
Equipment rentals and repair	43,881	48,858
Employee benefits	42,561	31,105
Telephone and telegraph	37,463	31,260
Board of Directors' fees	31,925	21,925
Stationery and office supplies	24,274	21,281
Equipment purchases	19,909	51,832
Receivers fees	19,887	—
Consultants and supervision fees	19,386	25,717
Other fees and commissions	16,676	22,921
Freight and express	14,460	11,560
Feasibility studies	5,990	—
Postage	5,753	10,724
Miscellaneous	9,074	9,654
	<u>\$ 2,050,412</u>	<u>\$ 1,965,880</u>

Schedule 2

ALBERTA AGRICULTURAL DEVELOPMENT CORPORATION
SCHEDULE OF FARMING INCENTIVES EXPENSE
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Dairy incentive program	\$ 208,069	\$ 106,738
Native range incentive program	179,226	73,416
Beginning farmer program	113,189	—
Life insurance premiums	105,690	114,027
*Grants to estates of deceased borrowers	81,398	54,475
Natural disaster program	7,258	1,082
Production development incentive program	3,107	—
	<u>\$ 697,937</u>	<u>\$ 349,738</u>

*Loans approved by the Corporation after June 2, 1972 are not life insured. The grants are made for the purpose of repaying the estate debt to the Corporation in accordance with regulations pursuant to Order-in-Council 1657/72.

**OFFICE OF THE PROVINCIAL AUDITOR****AUDITOR'S REPORT**

To the Board of Directors of the
Alberta Hail and Crop Insurance Corporation

I have examined the balance sheet of the Alberta Hail and Crop Insurance Corporation as at March 31, 1976 and the statements of revenue and expenditure and reserves for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Corporation as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
August 30, 1976

A handwritten signature in dark ink, followed by the text 'C.A.' and 'Provincial Auditor.' on separate lines.

C.A.
Provincial Auditor.

Statement A

ALBERTA HAIL AND CROP INSURANCE CORPORATION

BALANCE SHEET

AS AT MARCH 31, 1976
(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Current:		
Cash	\$ 184,070	\$ 100
Short term investments	9,187,580	1,100,000
Premiums receivable	657,513	124,063
Accounts receivable:		
Crop Reinsurance Fund of Alberta, net	—	301,085
Crop Reinsurance Fund of Canada, net	—	153,718
Sundry	29,842	31,037
Due from trust	106	28,508
Accrued interest receivable	418,257	177,172
Prepaid expenses	49,364	112,329
	<u>10,526,732</u>	<u>2,028,012</u>
Investments:		
Bonds and debentures, at cost (Note 2)	6,807,270	7,161,495
Fixed:		
Land, at cost	140,811	155,811
Building, at cost less accumulated depreciation	211,862	224,415
Furniture and equipment, at cost	149,024	139,139
	<u>501,697</u>	<u>519,365</u>
Trust: (Note 5)		
Cash	6,249	14,142
Accounts receivable	760	—
Accrued interest receivable	161	4
Due from Wildlife Damage Fund of Alberta	—	16,826
	<u>7,170</u>	<u>30,972</u>
	<u>\$ 17,842,869</u>	<u>\$ 9,739,844</u>

	<u>LIABILITIES</u>	<u>1976</u>	<u>1975</u>
Current:			
Bank overdraft	\$ —	\$ 98,560	
Accounts payable:			
Province of Alberta	3,276,173	1,244,030	
Crop Reinsurance Fund of Alberta (Note 3)	4,345,194	—	
Crop Reinsurance Fund of Canada (Note 4)	86,871	—	
Sundry	14,034	35,345	
Bank loan payable	302,495	—	
Agents' commissions payable	69,289	146,761	
Premium refunds payable	155,861	564,359	
Estimated indemnities payable	211,049	55,839	
Prepaid premiums	8,022	17,466	
	8,468,988	2,162,360	
Capital surplus arising from furniture and equipment provided from income	149,024	139,139	
Reserves:			
General reserve—crop insurance, Statement B	2,440,602	—	
General reserve—hail insurance, Statement C	5,777,085	6,407,373	
Special dividend reserve—hail insurance, Statement C	1,000,000	1,000,000	
	9,217,687	7,407,373	
Trust:			
Accounts payable:			
Wildlife Damage Fund of Alberta	5,856	—	
Due to general account	106	28,507	
Indemnities payable	1,208	2,465	
	7,170	30,972	
	\$ 17,842,869	\$ 9,739,844	

The accompanying notes are part of these financial statements.

Statement B

ALBERTA HAIL AND CROP INSURANCE CORPORATION
STATEMENT OF RESERVE FUND — CROP INSURANCE
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Balance at beginning of year	\$ —	\$ —
Add:		
Prior years' adjustments, net	(42,211)	70,515
Recovery from the Crop Reinsurance Fund of Alberta	—	3,114,909
Recovery from the Crop Reinsurance Fund of Canada	—	173,280
Surplus (deficit) for the year, Statement D	2,482,813	(3,358,704)
Balance at end of year	<u>\$ 2,440,602</u>	<u>\$ —</u>

Statement C

ALBERTA HAIL AND CROP INSURANCE CORPORATION
STATEMENT OF RESERVES — HAIL INSURANCE
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
<u>General Reserve</u>		
Balance at beginning of year	\$ 6,407,373	\$ 6,008,407
Add: Prior years' adjustments, net	867	(4,375)
Surplus (deficit) for the year, Statement E	(631,155)	403,341
Balance at end of year	<u>\$ 5,777,085</u>	<u>\$ 6,407,373</u>
<u>Special Dividend Reserve</u>		
Balance at beginning of year	\$ 1,000,000	\$ 1,000,000
Balance at end of year	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>

Statement D

ALBERTA HAIL AND CROP INSURANCE CORPORATION
STATEMENT OF REVENUE AND EXPENDITURE — CROP INSURANCE

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

<u>REVENUE</u>		
	1976	1975
Premiums charged:		
Insured persons	\$ 14,857,800	\$ 7,227,090
Province of Alberta (Note 7)	14,386,532	7,272,114
	<u>29,244,332</u>	<u>14,499,204</u>
Interest earnings	437,072	316,671
Deposits forfeited	1,520	1,010
	<u>29,682,924</u>	<u>14,816,885</u>
<u>EXPENDITURE</u>		
Indemnities	18,568,027	13,825,423
Reinsurance premiums:		
Crop Reinsurance Fund of Canada	4,316,042	2,175,083
Crop Reinsurance Fund of Alberta	4,316,042	2,175,083
Administration expenses, Schedule 1	2,059,684	1,655,735
	<u>29,259,795</u>	<u>19,831,324</u>
Deduct: Administration expenses charged to Province of Alberta	2,059,684	1,655,735
	<u>27,200,111</u>	<u>18,175,589</u>
Surplus (deficit) for the year, Statement B	\$ 2,482,813	\$ (3,358,704)

Statement E

ALBERTA HAIL AND CROP INSURANCE CORPORATION
STATEMENT OF REVENUE AND EXPENDITURE — HAIL INSURANCE

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

<u>REVENUE</u>		
	1976	1975
Premium income	\$ 5,166,255	\$ 3,942,906
Deduct: Discounts allowed	166,483	118,319
	<u>4,999,772</u>	<u>3,824,587</u>
Net premium income	394,171	1,284,313
Deduct: Premium refunds		
	<u>4,605,601</u>	<u>2,540,274</u>
Interest earnings	592,412	594,133
Rental income, net	26,022	27,125
	<u>5,224,035</u>	<u>3,161,532</u>
<u>EXPENDITURE</u>		
Indemnities	4,671,403	1,885,581
Administration expenses, Schedule 2	1,168,787	857,610
Reinsurance premium (Note 8)	15,000	15,000
	<u>5,855,190</u>	<u>2,758,191</u>
Surplus (deficit) for the year, Statement C	\$ (631,155)	\$ 403,341

ALBERTA HAIL AND CROP INSURANCE CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Alberta Hail and Crop Insurance Corporation operates under the authority of The Hail and Crop Insurance Act, Chapter 164, Revised Statutes of Alberta 1970.

Note 2 Bonds and Debentures

The bonds and debentures of the Corporation are summarized hereunder:

Particulars	1976	1975
Government of Canada, direct and guaranteed	\$ 484,546	\$ 484,546
Provincial issues, direct and guaranteed	4,201,086	4,652,086
Municipalities and school districts	604,803	708,028
Miscellaneous	1,516,835	1,316,835
	<u>\$ 6,807,270</u>	<u>\$ 7,161,495</u>
Approximate market value	<u>\$ 6,036,191</u>	<u>\$ 6,615,628</u>

Note 3 Crop Reinsurance Fund of Alberta

The account payable to the Crop Reinsurance Fund of Alberta is comprised as follows:

Reinsurance premiums payable	\$ 4,322,856
Prior years' adjustments payable	22,338
	<u>\$ 4,345,194</u>

Note 4 Crop Reinsurance Fund of Canada

The account payable to the Crop Reinsurance Fund of Canada is comprised as follows:

Reinsurance premiums payable	\$ 65,433
Prior years' adjustments payable	21,438
	<u>\$ 86,871</u>

Note 5 Trust

The Corporation is responsible for the administration and payment of wildlife damage claims from funds advanced out of the Wildlife Damage Fund of Alberta.

Note 6 Crop Reinsurance Funds

The Crop Reinsurance Fund of Alberta in the amount of \$4,044,109 and the Crop Reinsurance Fund of Canada for Alberta in the amount of \$9,069,357 as at March 31, 1976, held by the Governments of Canada and Alberta respectively, are available, if required, for the payment of indemnities.

Note 7 Premiums Charged—Province of Alberta

Effective April 1, 1973 and commencing with the 1973 crop year the Province of Alberta contributes to the Corporation an amount equal to 100% of premiums received from insured persons.

Note 8 Reinsurance—Hail

The Corporation had a reinsurance policy with Lloyds of London which provided for the recovery of hail losses, in excess of established limits, to a maximum of \$2,500,000 for the 1975 crop year.

Schedule 1

ALBERTA HAIL AND CROP INSURANCE CORPORATION
SCHEDULE OF ADMINISTRATION EXPENSES — CROP INSURANCE

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Salaries	\$ 671,667	\$ 272,798
Fieldmen's commissions, wages and expenses	613,077	—
Adjusters' fees and expenses	266,819	246,074
Agents' commissions	83,061	814,686
Printing, stationery and office expenses	69,927	63,894
Office rentals	66,520	31,465
Advertising and publicity	36,478	20,027
Pension contributions	32,777	13,294
Postage, express and freight	31,539	16,992
Travelling	26,240	26,910
Telephone and telegraph	24,844	10,713
Research grants	21,704	24,000
Directors' fees and expenses	19,497	17,433
Data processing	17,934	11,171
Unemployment insurance	15,817	5,939
Furniture and equipment	12,865	53,064
Automobile rentals	8,611	2,650
Equipment rental and maintenance	7,335	5,345
Office maintenance and cleaning supplies	6,676	613
Grain inspection fees	6,500	6,547
Staff medical and group insurance contributions	4,861	2,318
Utilities	4,445	3,104
Fidelity bonds and insurance	3,503	1,483
Business promotion	2,628	1,866
Workers' Compensation Board	2,415	883
Staff moving	1,184	516
Legal and consulting fees	322	379
Maps	160	828
Miscellaneous, net	278	743
	<u>\$ 2,059,684</u>	<u>\$ 1,655,735</u>

ALBERTA HAIL AND CROP INSURANCE CORPORATION
SCHEDULE OF ADMINISTRATION EXPENSES — HAIL INSURANCE

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Agents' commissions	\$ 736,054	\$ 548,833
Salaries	166,984	143,047
Adjusters' fees and expenses	99,107	29,917
Printing, stationery and office expenses	22,860	19,592
Pension contributions	17,649	8,863
Advertising and publicity	15,776	8,384
Office rentals	12,124	13,890
Interest and bank charges	11,807	—
Research grants	11,687	16,000
Travelling	11,632	15,565
Directors' fees and expenses	10,498	11,622
Data processing	9,657	7,447
Unemployment insurance	8,517	3,959
Postage, express and freight	6,947	7,011
Telephone and telegraph	5,241	5,979
Automobile rental	4,637	1,766
Equipment rental and maintenance	3,753	3,563
Furniture and equipment	2,940	4,358
Staff medical and group insurance contributions	2,618	1,545
Utilities	2,357	2,069
Business promotion	1,821	1,171
Workers' Compensation Board	1,300	589
Fidelity bonds and insurance	1,149	769
Office maintenance and cleaning supplies	750	409
Staff moving	595	344
Legal and consulting fees	173	253
Maps	—	169
Miscellaneous, net	154	496
	<u>\$ 1,168,787</u>	<u>\$ 857,610</u>

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR


AUDITOR'S REPORT

To the Minister of Agriculture

I have examined the balance sheet of The Horned Cattle Purchases Act Trust Account as at March 31, 1976 and the statement of revenue, expenditure and surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Trust Account as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 8, 1976


C.A.
Provincial Auditor.

Statement A

THE HORNED CATTLE PURCHASES ACT TRUST ACCOUNT

BALANCE SHEET

AS AT MARCH 31, 1976
(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Cash	\$ 1,762,821	\$ 1,436,470
Accrued interest	41,905	36,636
Accounts receivable	9,059	298,512
	<u>\$ 1,813,785</u>	<u>\$ 1,771,618</u>
<u>LIABILITIES AND SURPLUS</u>		
Accounts payable	\$ 3,100	\$ —
Surplus, Statement B	1,810,685	1,771,618
	<u>\$ 1,813,785</u>	<u>\$ 1,771,618</u>

The accompanying notes are part of these financial statements.

Statement B

THE HORNED CATTLE PURCHASES ACT TRUST ACCOUNT
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
<u>REVENUE</u>		
Interest	\$ 147,994	\$ 166,036
Miscellaneous	—	1
	<u>147,994</u>	<u>166,037</u>
<u>EXPENDITURE</u>		
Consulting fees	88,759	125,091
Grants:		
University of Alberta, forage studies at the Kinsella ranch	25,000	—
Alberta Cattle Commission	20,000	50,000
Department of Agriculture, purchase of Queleg analogue computer ...	—	76,134
Livestock Dealers Association, assistance in establishment of		
central office	—	10,000
Grande Prairie Feeder Association Ltd., reimbursement of court costs ..	—	8,332
Peace River Stock Growers, pasture study	—	6,000
Lethbridge Milk Producers Association	—	1,300
Tulliby Stockmen's Association	—	1,000
Feasibility study for producing steers for boneless beef market	21,500	—
Infra-red calf brooder installation costs	—	1,030
Honorarium	—	500
	<u>155,259</u>	<u>279,387</u>
Excess of revenue over expenditure	(7,265)	(113,350)
Add: Surplus at beginning of year	1,771,618	1,884,968
Refund of grant payments of previous year	46,332	—
Surplus at end of year	<u>\$ 1,810,685</u>	<u>\$ 1,771,618</u>

THE HORNED CATTLE PURCHASES ACT TRUST ACCOUNT
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Horned Cattle Purchases Act Trust Account operates under the authority of The Horned Cattle Purchases Act, Chapter 173, Revised Statutes of Alberta 1970.

Note 2 Commitments

The Trust Account had outstanding commitments amounting to \$110,000 as at March 31, 1976 with respect to studies in progress.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Board of Directors of the
Bow River Irrigation District

I have examined the balance sheet of the Bow River Irrigation District as at December 31, 1975 and the statements of irrigation works reserve, cost sharing agreements reserve, capital surplus and revenue, expenditure and revenue surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Bow River Irrigation District as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
April 15, 1976

C.A.
Provincial Auditor.

BOW RIVER IRRIGATION DISTRICT

BALANCE SHEET

AS AT DECEMBER 31, 1975

(with comparative figures)

	<u>ASSETS</u>	
	1975	1974
Current:		
Cash	\$ 304,224	\$ 44,558
Short term deposits	550,000	140,000
Transfer grant receivable, including accrued interest	—	1,672,388
Accounts receivable (Note 2)	175,327	269,279
Materials and supplies, at cost	118,886	83,308
Accrued interest	18,621	4,141
Prepaid expense	—	105
	<u>1,167,058</u>	<u>2,213,779</u>
Reserve funds:		
Cash	263,766	446,558
Short term deposits	400,000	—
Accrued interest	8,853	5,125
Accounts receivable (Note 3)	64,433	26,947
Bonds and debentures, at amortized cost (approximate market value: 1975 \$11,520; 1974 \$12,600) (Note 4)	15,835	15,823
	<u>752,887</u>	<u>494,453</u>
Other assets:		
Long term deposits	500,000	—
Mortgages receivable	498,902	—
Agreements receivable, including accrued interest (Note 5)	458,642	511,132
	<u>1,457,544</u>	<u>511,132</u>
Capital:		
Irrigation works (Note 6)	8,123,985	7,688,790
Equipment, at cost less accumulated depreciation	256,008	197,275
	<u>8,379,993</u>	<u>7,886,065</u>
	<u>\$ 11,757,482</u>	<u>\$ 11,105,429</u>
<u>LIABILITIES</u>		
Current:		
Accounts payable:		
Sundry creditors	\$ 32,214	\$ 106,938
Cost sharing construction costs and holdback payable	23,313	13,171
Suspense	3,619	—
Deferred revenue	1,649	1,751
	<u>60,795</u>	<u>121,860</u>
Reserves:		
Irrigation works, Statement B	69,201	86,363
Cost sharing agreements reserve, Statement C (Note 7)	473,600	386,019
	<u>542,801</u>	<u>472,382</u>
Surplus:		
Contributed surplus (Note 8)	2,615,397	2,610,494
Capital surplus, Statement D	8,123,985	7,688,790
Revenue surplus, Statement E	414,504	211,903
	<u>11,153,886</u>	<u>10,511,187</u>
	<u>\$ 11,757,482</u>	<u>\$ 11,105,429</u>

The accompanying notes are part of these financial statements.

BOW RIVER IRRIGATION DISTRICT
STATEMENT OF IRRIGATION WORKS RESERVE
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figure)

Statement B

	<u>1975</u>	<u>1974</u>
Balance at beginning of year	\$ 86,363	\$ 59,685
Add:		
Provision for irrigation works	6,842	29,685
Contributions for new parcels and irrigation works	66,668	34,388
Interest earnings	10,703	17,596
Right of entry receipts	6,261	—
	<u>90,474</u>	<u>81,669</u>
	176,837	141,354
Deduct: Transfer to cost sharing agreements reserve	39,786	49,469
Additions to irrigation works provided from reserve funds	67,850	5,522
	<u>107,636</u>	<u>54,991</u>
Balance at end of year	<u>\$ 69,201</u>	<u>\$ 86,363</u>

BOW RIVER IRRIGATION DISTRICT
STATEMENT OF COST SHARING AGREEMENTS RESERVE
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figure)

Statement C

	<u>1975</u>	<u>1974</u>
Balance at beginning of year	\$ 386,019	\$ 135,410
Add:		
Contributions received from the Province of Alberta:		
Department of Agriculture	359,633	303,883
Department of Environment	27,429	—
Transfer from irrigation works reserve	39,786	49,469
Interest earnings	28,078	—
	<u>454,926</u>	<u>353,352</u>
	840,945	488,762
Deduct: Additions to irrigation works	367,345	102,743
Balance at end of year	<u>\$ 473,600</u>	<u>\$ 386,019</u>

Statement D

BOW RIVER IRRIGATION DISTRICT
STATEMENT OF CAPITAL SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
 (with comparative figure)

	1975	1974
Balance at beginning of year	\$ 7,688,790	\$ 7,580,525
Add:		
Additions to irrigation works:		
Cost sharing agreements	367,345	102,743
Reserve funds	67,850	5,522
	<u>435,195</u>	<u>108,265</u>
Balance at end of year	<u>\$ 8,123,985</u>	<u>\$ 7,688,790</u>

Statement E

BOW RIVER IRRIGATION DISTRICT
STATEMENT OF REVENUE, EXPENDITURE AND REVENUE SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
 (with comparative figure)

	<u>REVENUE</u>	<u>EXPENDITURE</u>
	1975	1974
Water earnings:		
Irrigation rates, net (Note 9)	\$ 403,037	\$ 364,469
Sale of excess and domestic water, net	4,056	9,787
Water supply rentals	1,910	4,785
Penalties	5,255	3,199
	<u>414,258</u>	<u>382,240</u>
Less: Discounts	12,262	13,434
	<u>401,996</u>	<u>368,806</u>
Interest earnings	136,569	142,714
Grazing association charges (Note 10)	8,828	97,558
Lease revenue, net	81,523	79,768
Local Initiatives Program grants	—	15,821
Profit on disposal of equipment	67,805	5,568
Miscellaneous	2,901	1,045
	<u>699,622</u>	<u>711,280</u>
Surplus for the year	197,766	120,515
Add:		
Revenue surplus at beginning of year	211,903	76,105
Adjustment applicable to prior years	4,835	15,283
Revenue surplus at end of year	<u>\$ 414,504</u>	<u>\$ 211,903</u>

BOW RIVER IRRIGATION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1975

Note 1 Authority

The Bow River Irrigation District operates under authority of The Irrigation Act, Chapter 192, Revised Statutes of Alberta 1970.

Note 2 Accounts Receivable

Accounts receivable, less allowance for doubtful accounts, are summarized hereunder:

	1975	1974
Water rates and charges	\$ 106,333	\$ 73,909
Grazing associations	17,992	97,558
Lease rentals	25,254	20,346
Sundry debtors	29,480	78,054
	<u>179,059</u>	<u>269,867</u>
Less: Allowance for doubtful accounts	3,732	588
	<u>\$ 175,327</u>	<u>\$ 269,279</u>

Note 3 Reserve Funds Accounts Receivable

Reserve funds accounts receivable represent the outstanding balances of the \$10 per acre charge, for each new acre to be irrigated, assessed as a contribution to capital assets of the District.

Note 4 Bonds and Debentures

Investments of the District are summarized hereunder:

<u>Particulars</u>	<u>Par Value</u>
Government of Canada	\$ 10,000
Provincial issues, guaranteed	6,000
	<u>\$ 16,000</u>

Note 5 Agreements Receivable, including Accrued Interest

Agreements receivable, including accrued interest, are summarized hereunder:

	1975	1974
Twenty-five year agreements	\$ 370,535	\$ 376,138
Other Bow River Project (Federal) receivables	100,539	134,994
	<u>471,074</u>	<u>511,132</u>
Less: Allowance for doubtful accounts	12,432	—
	<u>\$ 458,642</u>	<u>\$ 511,132</u>

Note 6 Irrigation Works

Irrigation works have been valued for balance sheet purposes at \$8,123,985, being the original cost with subsequent additions and betterments to the system recorded at cost, except that no valuation has been placed on irrigation works including land, right-of-way, and buildings transferred to the District from the Bow River Project (Federal).

Note 7 Cost Sharing Agreements with the Province of Alberta

This reserve represents the unexpended portion of funds as follows:

Department of Agriculture and the District	\$ 445,131
Department of Environment	28,469
	<u>\$ 473,600</u>

Any balance of monies provided by the Department of Agriculture and the District in the Cost Sharing Account on April 30, 1976 is available to complete approved irrigation works projects covered in this agreement or under a further agreement, otherwise the balance of the monies contributed by the Province is refundable.

Note 8 Contributed Surplus

The changes in contributed surplus during 1975 are summarized hereunder:

Balance at beginning of year		\$ 2,610,494
Add: Adjustment of materials and supplies transferred by Bow River Project (Federal)		17,700
		<u>2,628,194</u>
Deduct:		
Provision for doubtful accounts	\$ 12,432	
Sundry adjustments	365	
		<u>12,797</u>
Balance at end of year		<u><u>\$ 2,615,397</u></u>

Note 9 Irrigation Rates

Irrigation rates, net, consist of:

124,334.289	acres at \$3.00 per acre	\$ 373,003
589.74	acres subject to minimum charge per parcel	3,000
6,822	acres at \$4.00 per acre, terminable	27,288
18	acres subject to minimum charge, per parcel, terminable	160
<u>131,764.029</u>	acres	<u>403,451</u>
	Less: Rebate of rates and adjustments	414
		<u><u>\$ 403,037</u></u>

Note 10 Change in Accounting Procedure

In prior years all charges to grazing associations, including grazing charges, irrigation rate charges and maintenance and operation cost recoveries were combined and reported as revenue. In 1975 the maintenance and operation cost recoveries have been netted against the appropriate expense accounts and the irrigation rate charges have been included in water earnings. The 1974 figures have not been restated.

Note 11 Comparative Figures

For comparative purposes the 1974 figures have, except for those items referred to in Note 10, been restated where necessary to conform to 1975 presentation.

Schedule 1

BOW RIVER IRRIGATION DISTRICT
SCHEDULE OF MAINTENANCE AND OPERATION EXPENSE
FOR THE YEAR ENDED DECEMBER 31, 1975
 (with comparative figure)

	1975	1974
Salaries and wages	\$ 318,002	\$ 302,889
Depreciation on equipment	44,539	25,816
Automobiles and trucks	39,557	23,854
Equipment maintenance and repairs	30,860	16,533
Workers' Compensation Board assessment and employee benefits, net	21,370	26,616
Materials and supplies	18,195	30,477
Mileage and travel	16,964	21,601
Equipment rental	16,866	18,347
Weed and willow control	12,721	14,345
Drainage pumps	9,462	7,637
Insurance	4,623	3,359
Shop expense	4,120	2,357
Telephone	2,243	1,786
Fertilizer	—	32,233
Miscellaneous	331	755
Buildings, net	(7,967)	215
Rental of equipment	(137,194)	(46,213)
	<u>\$ 394,692</u>	<u>\$ 482,607</u>

Schedule 2

BOW RIVER IRRIGATION DISTRICT
SCHEDULE OF ADMINISTRATION AND GENERAL EXPENSE
FOR THE YEAR ENDED DECEMBER 31, 1975
 (with comparative figure)

	1975	1974
Salaries	\$ 60,707	\$ 49,712
Board of Directors' fees and expenses	7,922	6,792
Workers' Compensation Board assessment and employee benefits	4,260	3,494
Stationery, printing and office supplies	3,906	3,180
Provision for doubtful accounts	3,144	—
Legal expense	3,132	—
Consulting fees	2,706	2,662
Buildings, net	2,574	2,537
Telephone	2,243	1,786
Association fees	1,801	1,192
Audit fee	1,500	1,500
Travelling, including automobile expense	1,423	1,165
Depreciation on equipment	1,267	936
Payroll processing	830	446
Aerial photos	680	—
Postage	652	540
Advertising	559	1,091
Miscellaneous	1,016	1,440
	<u>\$ 100,322</u>	<u>\$ 78,473</u>



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Board of Directors of the
Eastern Irrigation District

I have examined the balance sheet of the Eastern Irrigation District as at December 31, 1975 and the statements of irrigation works reserve, cost sharing agreements reserve, capital surplus and revenue, expenditure and revenue surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Eastern Irrigation District as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
March 17, 1976

C.A.
Provincial Auditor.

EASTERN IRRIGATION DISTRICT BALANCE SHEET

Statement A

AS AT DECEMBER 31, 1975
(with comparative figures)

	1975	1974
ASSETS		
Current:		
Cash	\$ 644,025	\$ 580,828
Accounts receivable (Note 3)	150,866	137,329
Materials and supplies, at cost	108,440	111,001
Accrued interest	26,349	21,301
Prepaid expense	—	2,915
	<u>929,680</u>	<u>853,374</u>
Reserve funds:		
Cash	1,497	89,433
Accrued interest	9,029	8,906
Short term deposits	402,500	683,520
Bonds, debentures and shares at amortized cost (approximate market value: 1975 \$1,380,000; 1974 \$1,020,000) (Note 4)	1,631,646	1,209,352
	<u>2,044,672</u>	<u>1,991,211</u>
Other assets:		
Agreements receivable	86,171	117,302
Lease improvements, at cost less accumulated depreciation	218,427	173,255
Land, at cost (Note 5)	68,680	68,680
	<u>373,278</u>	<u>359,237</u>
Capital:		
Irrigation works (Note 6)	9,299,245	8,011,146
Equipment, at cost less accumulated depreciation	447,328	398,825
	<u>9,746,573</u>	<u>8,409,971</u>
	<u>\$ 13,094,203</u>	<u>\$ 11,613,793</u>
LIABILITIES		
Current:		
Accounts payable:		
Progress estimates and holdbacks payable	\$ 135,907	\$ 157,929
Sundry creditors	102,081	89,269
Treasury branch land improvement loan, guaranteed by the Province of Alberta	—	500
Suspense	79,198	65,393
Deferred revenue	152,667	131,034
	<u>469,853</u>	<u>444,125</u>
Reserves:		
Irrigation works, Statement B	2,149,678	1,948,862
Cost sharing agreements, Statement C (Note 7)	319,095	376,630
Special projects	1,525	29,919
Operating	540,000	540,000
Water service commutation	25,880	24,107
Grazing	78,975	47,952
	<u>3,115,153</u>	<u>2,967,470</u>
Surplus:		
Capital surplus, Statement D	9,299,245	8,011,146
Revenue surplus, Statement E	209,952	191,052
	<u>9,509,197</u>	<u>8,202,198</u>
	<u>\$ 13,094,203</u>	<u>\$ 11,613,793</u>

The accompanying notes are part of these financial statements.

Statement B

EASTERN IRRIGATION DISTRICT
STATEMENT OF IRRIGATION WORKS RESERVE
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 1,948,862	\$ 1,485,628
Add:		
Land sales, including royalty and right of entry receipts	177,245	591,330
Provision for irrigation works	132,032	192,557
Interest earnings	123,202	92,665
Proceeds from sales of irrigation works	29,084	1,300
	<u>461,563</u>	<u>877,852</u>
	2,410,425	2,363,480
Deduct:		
Irrigation works provided from reserve funds	193,612	299,683
Transfer to cost sharing agreements reserve	67,135	114,935
	<u>260,747</u>	<u>414,618</u>
Balance at end of year	\$ <u>2,149,678</u>	\$ <u>1,948,862</u>

Statement C

EASTERN IRRIGATION DISTRICT
STATEMENT OF COST SHARING AGREEMENTS RESERVE
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 376,630	\$ 256,410
Add:		
Contributions received from the Province of Alberta:		
Department of Agriculture	680,064	706,030
Department of Environment	318,857	—
Transfer from irrigation works reserve	67,135	114,935
Interest earnings	51,686	27,102
	<u>1,117,742</u>	<u>848,067</u>
	1,494,372	1,104,477
Deduct: Additions to irrigation works	1,175,277	727,847
Balance at end of year	\$ <u>319,095</u>	\$ <u>376,630</u>

Statement D

EASTERN IRRIGATION DISTRICT
STATEMENT OF CAPITAL SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 8,011,146	\$ 6,915,484
Add:		
Additions to irrigation works:		
Cost sharing agreements	1,175,277	727,847
Reserve funds	193,612	299,683
Special project grants	19,444	101,156
Government of Canada grants	—	30,120
	<u>1,388,333</u>	<u>1,158,806</u>
	9,399,479	8,074,290
Deduct: Irrigation works written off	100,234	63,144
Balance at end of year	\$ <u>9,299,245</u>	\$ <u>8,011,146</u>

EASTERN IRRIGATION DISTRICT
STATEMENT OF REVENUE, EXPENDITURE AND REVENUE SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

REVENUE

	<u>1975</u>	<u>1974</u>
Water earnings:		
Irrigation rates, net (Note 8)	\$ 633,843	\$ 538,473
Special rates	118,205	88,720
Water benefit charges	8,373	7,266
Penalties on arrears	7,331	7,074
Miscellaneous	24,922	27,288
	<hr/> 792,674	<hr/> 668,821
Deduct: Discounts allowed	29,953	22,179
	<hr/> 762,721	<hr/> 646,642
Lease revenue, net (Note 9)	360,957	324,205
Local Initiatives Program grants	—	17,470
Interest earnings	12,489	3,750
Miscellaneous	2,690	6,076
	<hr/> 1,138,857	<hr/> 998,143

EXPENDITURE

Maintenance and operation expense, Schedule 1	717,908	604,489
Administration and general expense, Schedule 2	229,879	197,222
Provision for irrigation works	132,032	192,557
Hail insurance	23,980	22,430
Irrigation system study	15,025	20,683
Land reclassification	1,133	3,051
	<hr/> 1,119,957	<hr/> 1,040,432
Surplus (deficit) for the year	18,900	(42,289)
Add:		
Revenue surplus at beginning of year	191,052	233,341
Revenue surplus at end of year	<hr/> \$ 209,952	<hr/> \$ 191,052

EASTERN IRRIGATION DISTRICT NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Eastern Irrigation District operates under authority of The Irrigation Act, Chapter 192, Revised Statutes of Alberta 1970.

Note 2 Change in Accounting Policy

The policy of adjusting the irrigation works reserve and capital surplus for net increases or decreases in equipment value during the year has been discontinued and the accounts have been adjusted retroactively.

Note 3 Accounts Receivable

Accounts receivable, less allowance for doubtful accounts, is summarized hereunder:

	<u>1975</u>	<u>1974</u>
Water rates and charges	\$ 127,464	\$ 121,463
Lease rentals	10,531	10,516
Sundry debtors	28,065	20,631
	<u>166,060</u>	<u>152,610</u>
Less: Allowance for doubtful accounts	15,194	15,281
	<u>\$ 150,866</u>	<u>\$ 137,329</u>

Note 4 Bonds, Debentures and Shares

The investments of the District are summarized hereunder:

<u>Particulars</u>	<u>1975</u>	<u>1974</u>
Government of Canada	\$ 259,000	\$ 289,500
Provincial issues, direct and guaranteed	1,269,000	829,000
Municipal	25,000	25,000
School districts	13,000	14,000
Corporations, shares	5,000	5,000
	<u>\$ 1,571,000</u>	<u>\$ 1,162,500</u>

Note 5 Land

No valuation has been placed on unsold lands transferred from the Canadian Pacific Railway Company.

Note 6 Irrigation Works

Irrigation structures transferred from the Canadian Pacific Railway Company to the District were taken into the accounts at estimated cost less depreciation to December 31, 1935. No appraisal was made of the waterways. Subsequent additions, extensions or betterments to the system are shown at cost.

Note 7 Cost Sharing Agreements with the Province of Alberta

This reserve represents the unexpended portion of funds as follows:

Department of Agriculture and the District	\$ 245,199
Department of Environment	73,896
	<u>\$ 319,095</u>

Any balance of monies provided by the Department of Agriculture and the District in the Cost Sharing Account on April 30, 1976 is available to complete approved irrigation works projects covered in this agreement or under a further agreement, otherwise the balance of monies contributed by the Province is refundable.

Note 8 Irrigation Rates

Irrigation rates consist of:

180,469 acres at \$3.50 per acre	\$ 631,641
104 acres at \$35.00 per parcel minimum	455
278 acres under water service commutation	<u>1,821</u>

<u>180,851</u> acres	<u>633,917</u>
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Less:

Reclassification credits	74
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\$	<u><u>633,843</u></u>
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Note 9 Lease Revenue

Lease revenue, net, consists of:

Grazing lease revenue	\$ 275,734
Surface oil lease revenue	<u>232,032</u>
	\$ 507,766

Deduct:

Taxes on leased lands	114,790
Provision for grazing reserve	27,573
Other expenses, net	<u>4,446</u>
	<u>146,809</u>

\$	<u><u>360,957</u></u>
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Note 10 Contingent Liability

The District has, under the terms of the Municipal Taxation Act, Chapter 251, Revised Statutes of Alberta 1970, Sections 107 and 120, an undetermined contingent liability in respect of tax arrears on lands which are or were under contract.

Note 11 Comparative Figures

The 1974 comparative figures have been restated where necessary to conform to 1975 presentation.

Schedule 1

EASTERN IRRIGATION DISTRICT
SCHEDULE OF MAINTENANCE AND OPERATION EXPENSE
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Salaries and wages	\$ 441,833	\$ 362,560
Depreciation on equipment	90,496	80,011
Structures and waterways	84,002	76,283
Earthmoving machinery	51,373	38,005
Truck expense	39,846	28,478
Buildings and grounds, net	15,684	9,676
Weed, willow and pest control	15,100	20,148
Irrigation pumps	12,617	7,518
Tools and light equipment	10,216	6,047
Telephone	5,152	4,892
Travelling	2,075	2,109
Land and crop damage	2,029	2,040
Other charges	768	1,042
Miscellaneous revenue	(474)	(1,441)
Rental of equipment	(52,809)	(32,879)
	<u>\$ 717,908</u>	<u>\$ 604,489</u>

Schedule 2

EASTERN IRRIGATION DISTRICT
SCHEDULE OF ADMINISTRATION AND GENERAL EXPENSE
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Salaries	\$ 125,158	\$ 108,348
Pension plan and group insurance contributions	24,513	20,536
Workers' Compensation Board assessment and unemployment insurance ..	17,954	14,990
Insurance	15,770	13,334
Board of Directors' fees and expenses	7,788	6,783
Stationery, printing and office supplies	6,907	4,654
Buildings, net	5,509	4,920
Equipment maintenance	5,051	3,924
Consulting fees and expenses	3,736	5,243
Association fees	3,233	2,200
Audit fee	2,500	2,500
Depreciation on equipment and furniture	2,161	1,955
Telephone	2,050	2,496
Travelling	1,947	2,309
Legal fees and expenses	1,174	474
Postage	852	905
Miscellaneous	3,576	1,651
	<u>\$ 229,879</u>	<u>\$ 197,222</u>



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Board of Directors of the
Lethbridge Northern Irrigation District

I have examined the balance sheet of the Lethbridge Northern Irrigation District as at December 31, 1975 and the statements of irrigation works reserve, cost sharing agreements reserve, capital surplus and revenue, expenditure and revenue surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Lethbridge Northern Irrigation District as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
March 19, 1976

C.A.
Provincial Auditor.

LETHBRIDGE NORTHERN IRRIGATION DISTRICT BALANCE SHEET

Statement A

AS AT DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
<u>ASSETS</u>		
Current:		
Cash	\$ 18,871	\$ 37,549
Accounts receivable (Note 2)	138,288	99,144
Inventories (Note 3)	149,535	93,077
Prepaid expenses	815	391
Accrued interest	4,165	6,294
	<u>311,674</u>	<u>236,455</u>
Reserve funds:		
Cash	383,350	236,270
Accounts receivable (Note 4)	12,002	2,890
Accrued interest	2,758	—
Bonds and debentures, at amortized cost (approximate market value: 1975 \$273,000; 1974 \$276,000) (Note 5)	349,249	348,583
	<u>747,359</u>	<u>587,743</u>
Capital:		
Irrigation works (Note 6)	7,194,170	6,138,708
Equipment, at cost less accumulated depreciation	273,064	231,081
	<u>7,467,234</u>	<u>6,369,789</u>
	<u>\$ 8,526,267</u>	<u>\$ 7,193,987</u>
<u>LIABILITIES</u>		
Current:		
Treasury branch overdraft	\$ 186,016	\$ 27,337
Treasury branch loans, guaranteed by the Province of Alberta	141,000	270,000
Accounts payable:		
Cost sharing construction costs and holdbacks payable (Note 7) ..	100,797	36,222
Sundry creditors	6,155	5,264
Deferred revenue	2,862	1,263
Suspense	1,179	4,093
Estimated water damage claims payable	760	5,760
	<u>438,769</u>	<u>349,939</u>
Reserves:		
Irrigation works, Statement B	353,130	160,407
Cost sharing agreements, Statement C (Note 8)	156,115	131,994
Water service commutation	173,733	161,702
	<u>682,978</u>	<u>454,103</u>
Surplus:		
Capital surplus, Statement D	7,194,170	6,138,708
Revenue surplus, Statement E	210,350	251,237
	<u>7,404,520</u>	<u>6,389,945</u>
	<u>\$ 8,526,267</u>	<u>\$ 7,193,987</u>

The accompanying notes are part of these financial statements.

LETHBRIDGE NORTHERN IRRIGATION DISTRICT STATEMENT OF IRRIGATION WORKS RESERVE

Statement B

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 160,407	\$ 181,933
Add:		
Provision for irrigation works	181,302	95,381
Proceeds from sale of irrigation works	136,828	60,633
Department of Environment contribution to rehabilitation of structures	13,708	—
Interest earnings	11,487	21,072
Contributions for new parcels and irrigation works	7,434	7,961
	<u>350,759</u>	<u>185,047</u>
	511,166	366,980
Deduct:		
Additions to irrigation works provided from reserve funds	89,614	106,316
Transfer to cost sharing agreements reserve	57,302	85,381
Rehabilitation of structures	13,708	11,347
Consulting fees	(2,588)	3,529
	<u>158,036</u>	<u>206,573</u>
Balance at end of year	\$ <u>353,130</u>	\$ <u>160,407</u>

LETHBRIDGE NORTHERN IRRIGATION DISTRICT STATEMENT OF COST SHARING AGREEMENTS RESERVE

Statement C

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 131,994	\$ 226,808
Add:		
Contributions received from the Province of Alberta:		
Department of Agriculture	550,842	524,480
Department of Environment	364,320	—
Transfer from irrigation works reserve	57,302	85,381
Interest earnings	28,433	—
	<u>1,000,897</u>	<u>609,861</u>
	1,132,891	836,669
Deduct: Additions to irrigation works	<u>976,776</u>	<u>704,675</u>
Balance at end of year	\$ <u>156,115</u>	\$ <u>131,994</u>

LETHBRIDGE NORTHERN IRRIGATION DISTRICT STATEMENT OF CAPITAL SURPLUS

Statement D

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 6,138,708	\$ 5,335,496
Add:		
Additions to irrigation works:		
Cost sharing agreements	976,776	704,675
Reserve funds	89,614	106,316
	1,066,390	810,991
	7,205,098	6,146,487
Deduct: Irrigation works written off	10,928	7,779
Balance at end of year	\$ 7,194,170	\$ 6,138,708

LETHBRIDGE NORTHERN IRRIGATION DISTRICT

Statement E

STATEMENT OF REVENUE, EXPENDITURE AND REVENUE SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
<u>REVENUE</u>		
Water earnings:		
Irrigation rates, net (Note 10)	\$ 606,083	\$ 532,391
Sale of excess and domestic water	5,490	15,119
Penalties	5,402	4,823
Water supply rentals	2,275	1,875
	619,250	554,208
Less: Discounts	5,851	5,194
	613,399	549,014
Farming operations, net	12,786	(4,893)
Lease revenue, net	5,045	12,776
Interest earnings on beet labour advances, net	359	317
Miscellaneous	1,690	935
	633,279	558,149
<u>EXPENDITURE</u>		
Maintenance and operation expense, Schedule 1	335,051	256,448
Administration and general expense, Schedule 2	132,979	109,279
Provision for irrigation works	181,302	95,381
	649,332	461,108
Surplus (deficit) for the year from operations	(16,053)	97,041
Add: Extraordinary expenditure for engineering consultation for a ten year plan	29,132	—
Surplus (deficit) for the year	(45,185)	97,041
Add:		
Revenue surplus at beginning of year	251,237	150,364
Adjustments applicable to prior years	4,298	3,832
Revenue surplus at end of year	\$ 210,350	\$ 251,237

LETHBRIDGE NORTHERN IRRIGATION DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Lethbridge Northern Irrigation District operates under authority of The Irrigation Act, Chapter 192, Revised Statutes of Alberta 1970.

Note 2 Accounts Receivable

Accounts receivable, less allowance for doubtful accounts, is summarized hereunder:

	1975	1974
Water rates and charges	\$ 88,095	\$ 86,766
Province of Alberta, 1975 main canal expenditures	33,741	—
Sundry debtors	18,116	11,454
Lease rentals	1,453	3,619
Advances to water users	1,039	—
	<u>142,444</u>	<u>101,839</u>
Less: Allowance for doubtful accounts	4,156	2,695
	<u>\$ 138,288</u>	<u>\$ 99,144</u>

Note 3 Inventories

Inventories consist of:

	1975	1974
Materials and supplies, at cost	\$ 117,948	\$ 56,025
Cattle, at values established by District officials	19,230	27,300
Farm products and feed, at estimated realizable value	12,357	9,752
	<u>\$ 149,535</u>	<u>\$ 93,077</u>

Note 4 Reserve Funds Accounts Receivable

Reserve funds accounts receivable represent the following:

1. The outstanding balance of the \$14 per acre, for each new parcel to be irrigated, assessed as a contribution to capital assets of the District.
2. The balances owing on special construction for water users.
3. Commutation charges owing for irrigable acres purchased by Department of Transportation, Province of Alberta.

Note 5 Bonds and Debentures

Investments of the District are summarized hereunder:

Particulars	Par Value	
	1975	1974
Government of Canada, direct and guaranteed	\$ 36,000	\$ 36,000
Provincial issues, direct and guaranteed	319,500	319,500
	<u>\$ 355,500</u>	<u>\$ 355,500</u>

Note 6 Irrigation Works

Irrigation works have been valued for balance sheet purposes at \$7,194,170 being the original cost less the reserve provided by the retirement of short term debentures and the sinking fund available as at June 1, 1945, to retire the outstanding debenture liability with subsequent additions and betterments to the system recorded at cost.

As at April 1, 1975 the District entered into an agreement with the Department of Environment whereby the irrigation works of the main canal, up to and including the Keho Reservoir headgates, were transferred to the Department.

The estimated cost of these works, amounting to \$2,416,784, has not been removed from irrigation works as the District has a permanent right to the works in order to meet its obligations.

Note 7 Cost Sharing Construction Costs and Holdbacks Payable

This liability represents work undertaken pursuant to the cost sharing agreements with the Province of Alberta. See also Notes 8 and 9.

Note 8 Cost Sharing Agreements with the Province of Alberta

This reserve represents the unexpended portion of funds provided by the Department of Agriculture, Province of Alberta and the District under a cost sharing agreement entered into for the purpose of rehabilitating irrigation works of the District. Any balance of these monies carried in the Cost Sharing Account on April 30, 1976 is available to complete approved irrigation works projects covered in this agreement or under a further agreement, otherwise the balance of the monies contributed by the Province is refundable. See also Notes 7 and 9.

Note 9 Uncompleted Contract Commitment

The District has contingent liabilities in an estimated amount of \$195,440 in respect of uncompleted work under contract on cost sharing projects. When paid, these construction costs will form a charge against the cost sharing agreements reserve.

Note 10 Irrigation Rates

Irrigation rates, net, consist of:

90,121.005 acres at \$5.50 per acre	\$ 495,666
540.27 acres subject to minimum charge per parcel	5,115
1,692.72 acres under commuted rates	8,408
13,109.66 acres at \$5.50 per acre, terminable	72,103
4,335.5 acres at \$6.00 per acre, terminable	26,013
<u>109,799.155 acres</u>	<u>607,305</u>
Less: Reclassification credits	1,222
	<u>\$ 606,083</u>

Note 11 Comparative Figures

The 1974 comparative figures have been restated where necessary to conform to 1975 presentation.

LETHBRIDGE NORTHERN IRRIGATION DISTRICT
SCHEDULE OF MAINTENANCE AND OPERATION EXPENSE BY UNITS

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	Main Canal	Distribution System	Shop and Power Machinery	1975 Total	1974 Total
Salaries and wages	\$ 7,974	\$ 134,503	\$ 61,441	\$ 203,918	\$ 155,772
Materials and supplies	3,064	69,797	2,598	75,459	59,531
Depreciation on equipment ..	649	12,108	37,440	50,197	40,985
Automobiles and trucks	1,223	14,576	28,528	44,327	24,521
Equipment rental	—	30,558	330	30,888	33,398
Equipment maintenance and repairs	—	755	22,455	23,210	22,364
Workers' Compensation Board assessment and employee benefits	691	9,509	4,948	15,148	12,560
Water damage	6,805	250	—	7,055	4,007
Buildings, net	—	3,983	2,323	6,306	2,048
Insurance	—	1,612	988	2,600	1,635
Weed, willow and pest control ..	472	1,922	—	2,394	1,407
Telephone	77	919	553	1,549	1,420
Easement rental	5	953	—	958	1,011
Ditch bank seeding	—	578	—	578	—
Drainage pumps	262	117	—	379	201
Miscellaneous	55	766	205	1,026	302
Rental of equipment	—	—	(109,664)	(109,664)	(104,714)
	<u>21,277</u>	<u>282,906</u>	<u>52,145</u>	<u>356,328</u>	<u>256,448</u>
Main canal expenses charged to Department of Environ- ment, Province of Alberta in accordance with agreement	(21,277)	—	—	(21,277)	—
	<u>\$ —</u>	<u>\$ 282,906</u>	<u>\$ 52,145</u>	<u>\$ 335,051</u>	<u>\$ 256,448</u>

Schedule 2

LETHBRIDGE NORTHERN IRRIGATION DISTRICT
SCHEDULE OF ADMINISTRATION AND GENERAL EXPENSE

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Salaries	\$ 66,021	\$ 48,535
Interest and bank charges, net	31,908	35,251
Board of Directors' fees and expenses	6,626	4,247
Workers' Compensation Board assessment and employee benefits	6,210	3,720
Office rent and maintenance	6,111	4,957
Stationery, printing and office supplies	2,721	2,811
Provision for doubtful accounts	1,981	—
Depreciation on equipment	1,872	652
Travelling, including automobile expense	1,598	1,537
Association fees	1,590	1,007
Public relations	1,200	1,200
Audit fee	1,000	1,000
Telephone	908	842
Postage	674	678
Legal fees and expenses	872	388
Land titles fees	384	290
Equipment maintenance	242	314
Advertising	128	748
Engineering	76	232
Miscellaneous	857	870
	<u>\$ 132,979</u>	<u>\$ 109,279</u>



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Board of Directors of the
St. Mary River Irrigation District

I have examined the balance sheet of the St. Mary River Irrigation District as at December 31, 1975 and the statements of irrigation works and contingencies reserve, cost sharing agreements reserve, capital surplus and revenue and expenditure for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the St. Mary River Irrigation District as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
February 20, 1976

C.A.
Provincial Auditor.

Statement A

ST. MARY RIVER IRRIGATION DISTRICT

BALANCE SHEET

AS AT DECEMBER 31, 1975

(with comparative figures)

<u>ASSETS</u>		1975	1974
Current:			
Cash	\$	112,851	\$ 159,144
Accounts receivable (Note 2)		261,217	240,462
Land improvement loans receivable, including accrued interest		546	2,167
Materials and supplies, at cost		35,504	37,041
Prepaid expenses		904	487
Accrued interest		7,300	8,001
		<u>418,322</u>	<u>447,302</u>
Reserve funds:			
Cash		445,311	—
Accrued interest		8,135	—
Accounts and agreements receivable (Note 3)		236,161	182,534
Bonds and debentures, at amortized cost (approximate market value: 1975 \$344,090; 1974 \$374,000) (Note 4)		443,111	462,768
		<u>1,132,718</u>	<u>645,302</u>
Deferred charges		<u>7,978</u>	<u>7,296</u>
Capital:			
Irrigation works (Note 5)		28,475,156	26,360,877
Equipment at cost, less accumulated depreciation		295,677	282,031
		<u>28,770,833</u>	<u>26,642,908</u>
	\$	<u><u>30,329,851</u></u>	<u><u>\$ 27,742,808</u></u>
<u>LIABILITIES</u>			
Current:			
Treasury branch overdraft	\$	27,871	\$ 64,993
Treasury branch loan, guaranteed by the Province of Alberta		440,700	422,500
Accounts payable:			
Cost sharing construction costs and holdbacks payable (Note 6)		244,551	289,563
Sundry creditors		55,938	57,670
Treasury branch land improvement loan, guaranteed by the Province of Alberta		544	2,163
Suspense		2,268	823
Deferred revenue		2,660	11,653
Estimated flood damage payable (Note 7)		100,000	—
		<u>874,532</u>	<u>849,365</u>
Reserves:			
Irrigation works and contingencies, Statement B		753,061	675,126
Cost sharing agreement, Statement C (Note 8)		166,589	—
Water service commutation		110,804	101,233
		<u>1,030,454</u>	<u>776,359</u>
Surplus:			
Capital surplus, Statement D		27,914,073	25,644,038
Revenue surplus, Schedule 3		510,792	473,046
		<u>28,424,865</u>	<u>26,117,084</u>
	\$	<u><u>30,329,851</u></u>	<u><u>\$ 27,742,808</u></u>

The accompanying notes are part of these financial statements.

Statement B

ST. MARY RIVER IRRIGATION DISTRICT
STATEMENT OF IRRIGATION WORKS AND CONTINGENCIES RESERVE

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 675,126	\$ 633,944
Add:		
Provision for irrigation works and contingencies	203,879	138,887
Contributions for new parcels and irrigation works	157,779	183,105
Interest earnings	37,605	32,921
Proceeds from sale of irrigation works	14,801	40,264
	<u>414,064</u>	<u>397,177</u>
	1,089,190	1,031,121
Deduct:		
Irrigation works provided from reserve funds:		
Additions	10,077	27,391
Renewals	95,903	172,326
	<u>105,980</u>	<u>199,717</u>
Transfer to cost sharing agreements reserve	105,065	146,319
Estimated costs on main canal washout	105,008	—
Consulting fees	17,526	9,959
Permanent seepage damage settlements	2,550	—
	<u>336,129</u>	<u>355,995</u>
Balance at end of year	<u>\$ 753,061</u>	<u>\$ 675,126</u>

Statement C

ST. MARY RIVER IRRIGATION DISTRICT
STATEMENT OF COST SHARING AGREEMENTS RESERVE

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ —	\$ 126,634
Add:		
Contributions received from the Province of Alberta:		
Department of Environment	1,204,388	—
Department of Agriculture	986,208	898,813
Transfer from irrigation works and contingencies reserve	105,065	146,319
Interest earnings	35,269	—
	<u>2,330,930</u>	<u>1,045,132</u>
	2,330,930	1,171,766
Deduct: Additions to irrigation works	2,164,341	1,171,766
Balance at end of year	<u>\$ 166,589</u>	<u>\$ —</u>

Statement D

ST. MARY RIVER IRRIGATION DISTRICT
STATEMENT OF CAPITAL SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
Balance at beginning of year	\$ 25,644,038	\$ 24,306,689
Add:		
Additions to irrigation works:		
Cost sharing agreements reserve	2,164,341	1,171,766
Reserve funds	105,980	199,717
	<u>2,270,321</u>	<u>1,371,483</u>
	27,914,359	25,678,172
Deduct: Irrigation works written off	286	34,134
Balance at end of year	<u>\$ 27,914,073</u>	<u>\$ 25,644,038</u>

Statement E

ST. MARY RIVER IRRIGATION DISTRICT
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

<u>REVENUE</u>		
	<u>1975</u>	<u>1974</u>
Water earnings:		
Irrigation rates, net (Note 10)	\$ 1,032,047	\$ 967,606
Water supply rentals	69,523	61,389
Sale of excess and domestic water	19,812	29,303
	<u>1,121,382</u>	<u>1,058,298</u>
Penalties	18,229	12,982
	<u>1,139,611</u>	<u>1,071,280</u>
Lease revenue	8,146	7,007
Miscellaneous	1,139	734
	<u>1,148,896</u>	<u>1,079,021</u>
<u>EXPENDITURE</u>		
Maintenance and operation expense, Schedule 1	699,120	540,164
Administration and general expense, Schedule 2	203,620	174,391
Provision for irrigation works and contingencies	203,879	138,887
	<u>1,106,619</u>	<u>853,442</u>
Surplus for the year	<u>\$ 42,277</u>	<u>\$ 225,579</u>

ST. MARY RIVER IRRIGATION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority
The St. Mary River Irrigation District operates under authority of The Irrigation Act, Chapter 192, Revised Statutes of Alberta 1970.

Note 2 Accounts Receivable

Accounts receivable, less allowance for doubtful accounts, is summarized hereunder:

	1975	1974
Water rates and charges	\$ 251,760	\$ 236,959
Sundry debtors	12,890	8,670
	<u>264,650</u>	<u>245,629</u>
Less: Allowance for doubtful accounts	3,433	5,167
	<u>\$ 261,217</u>	<u>\$ 240,462</u>

Note 3 Accounts and Agreements Receivable

Reserve funds accounts and agreements receivable represent the following:

1. The outstanding balance of the \$10 per acre, for each new acre to be irrigated, assessed as a contribution to capital assets of the District.
2. The balances owing on irrigation works sold and special construction for water users.

Note 4 Bonds and Debentures

Investments of the District are summarized hereunder:

Particulars	1975	Par Value	1974
Bonds and debentures:			
Government of Canada, direct and guaranteed	\$ 25,500		\$ 25,500
Provincial issues, direct and guaranteed	421,000		441,000
	<u>\$ 446,500</u>		<u>\$ 466,500</u>

Note 5 Irrigation Works

Irrigation works have been valued for balance sheet purposes at \$28,475,156 being the depreciated value of the system transferred by the Canadian Pacific Railway Company and the Alberta Railway and Irrigation Company less portion abandoned, with subsequent additions and betterments to the system recorded at cost.

Note 6 Cost Sharing Construction Costs and Holdbacks Payable

This liability represents work undertaken pursuant to cost sharing agreements with the Province of Alberta. See also Notes 8 and 9.

Note 7 Estimated Flood Damage Payable

The main canal washout during 1974 resulted in the receipt of claims for damage to surrounding properties aggregating approximately \$220,000. The District's responsibility is estimated to be \$100,000, with the remainder being the responsibility of the insurance company and the Province of Alberta.

Note 8 Cost Sharing Agreements with the Province of Alberta

This reserve represents the unexpended portion of funds provided by the Department of Environment, Province of Alberta under an agreement entered into for the purpose of rehabilitating secondary irrigation works of the District.

To December 31, 1975 expenditure on approved Department of Agriculture, Province of Alberta cost sharing projects exceeded available funds by \$561,082. See also Notes 6 and 9.

Note 9 Uncompleted Contract Commitments

The District has contingent liabilities in an estimated amount of \$228,220 in respect of uncompleted work under contract on Department of Agriculture cost sharing projects. If new cost sharing agreements are entered into with the Department of Agriculture these construction costs, when paid, together with the excess expenditure of \$561,082 referred to in Note 8 will form a charge against the cost sharing agreements reserve. Otherwise, the District will be liable for these costs from its own reserve funds.

Note 10 Irrigation Rates

Irrigation rates, net, consist of:

227,690.064	acres at \$4.00 per acre	\$ 910,760
2,307.17	acres subject to minimum charge per parcel	16,450
1,335.775	acres under commuted rates	7,318
22,021.85	acres at \$4.50 per acre, terminable	99,098
<u>253,354.859</u>	acres	<u>1,033,626</u>

Less:

Reclassification credits	1,579
	<u>\$ 1,032,047</u>

Schedule 1

ST. MARY RIVER IRRIGATION DISTRICT
SCHEDULE OF MAINTENANCE AND OPERATION EXPENSE BY UNITS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	Main Canal to Horsefly Reservoir	West	East	1975 Total	1974 Total
Salaries and wages	\$ 25,602	\$ 104,730	\$ 267,463	\$ 397,795	\$ 326,072
Equipment rental	5,721	34,734	29,710	70,165	40,763
Materials and supplies	435	26,766	42,436	69,637	43,729
Depreciation on equipment	1,362	17,837	33,932	53,131	50,638
Automobiles and trucks	2,405	20,693	23,230	46,328	36,456
Power machinery	—	32,092	13,707	45,799	31,298
Workers' Compensation Board assessment and employee benefits	2,459	10,127	25,800	38,386	32,536
Weed and willow control	1,243	6,356	12,398	19,997	10,278
Equipment	20	1,397	3,541	4,958	4,501
Drainage pumps	125	—	4,461	4,586	3,904
Telephone	292	559	1,858	2,709	2,764
Insurance	186	587	1,885	2,658	3,108
Easement rental	26	18	941	985	1,268
Travelling	—	40	451	491	255
Miscellaneous	250	40	362	652	460
Buildings, net	406	2,485	(3,305)	(414)	(3,948)
Rental of equipment	—	(54,618)	(4,125)	(58,743)	(43,918)
	<u>\$ 40,532</u>	<u>\$ 203,843</u>	<u>\$ 454,745</u>	<u>\$ 699,120</u>	<u>\$ 540,164</u>

Schedule 2

ST. MARY RIVER IRRIGATION DISTRICT
SCHEDULE OF ADMINISTRATION AND GENERAL EXPENSE
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Salaries	\$ 102,203	\$ 85,399
Interest and bank charges	52,307	47,104
Board of Directors' fees and expenses	10,065	5,815
Workers' Compensation Board assessment and employee benefits	9,838	7,670
Administration building	5,047	4,301
Travelling, including automobile expense	3,710	5,033
Stationery, printing and office supplies	3,270	2,522
Association fees	3,226	2,151
Depreciation on equipment	2,805	2,280
Audit fee	2,200	1,500
Telephone	1,551	2,511
Postage	1,376	781
Equipment	1,245	1,205
Legal fees and expenses	964	127
Advertising	893	426
Engineering	682	247
Land titles fees	496	573
Consultant's fees	478	—
Loss on sale of investments	—	4,095
Miscellaneous	1,264	651
	<u>\$ 203,620</u>	<u>\$ 174,391</u>

ST. MARY RIVER IRRIGATION DISTRICT
SCHEDULE OF REVENUE, EXPENDITURE AND REVENUE SURPLUS BY UNITS

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	Main Canal to Horsefly Reservoir	Raymond Irrigation District	Taber Irrigation District	St. Mary River Irrigation District	1975 Total	1974 Total
Direct revenue:						
Water rates, rentals and agreements	\$ —	\$ 11,750	\$ 35,484	\$ 1,074,148	\$ 1,121,382	\$ 1,058,298
Lease revenue	—	—	—	8,146	8,146	7,007
	—	11,750	35,484	1,082,294	1,129,528	1,065,305
Direct expenditure:						
Maintenance and operation	40,532	—	—	658,588	699,120	540,164
Provision for irrigation works and contingencies	—	6,269	18,808	178,802	203,879	138,887
	40,532	6,269	18,808	837,390	902,999	679,051
	(40,532)	5,481	16,676	244,904	226,529	386,254
Excess of direct revenue over direct expenditure						
					184,252	160,675
Indirect expenditures, net, consist of administration expense less revenue from penalties and miscellaneous						
The indirect expenditures have been distributed as follows:						
10% on basis of acre feet of water	—	1,345	3,486	13,595	—	—
90% in proportion of maintenance and operation expense	9,614	—	—	156,212	—	—
	9,614	1,345	3,486	169,807	184,252	160,675
	(50,146)	4,136	13,190	75,097	42,277	225,579
Net revenue (expenditure)						
Main canal net expenditure apportioned in accordance with agreement	50,146	(3,026)	(9,275)	(37,845)	—	—
Surplus for the year						
Revenue surplus at beginning of year	—	1,110	3,915	37,252	42,277	225,579
Settlement of previous year's surplus/deficit as per agreement	—	1,125	2,989	468,932	473,046	247,330
Sundry adjustments	—	(1,125)	(2,989)	—	(4,114)	404
	—	—	—	(417)	(417)	(267)
Revenue surplus at end of year	\$ —	\$ 1,110	\$ 3,915	\$ 505,767	\$ 510,792	\$ 473,046

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

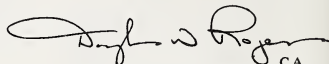
AUDITOR'S REPORT

To the Board of Directors of the
United Irrigation District

I have examined the balance sheet of the United Irrigation District as at December 31, 1975 and the statements of irrigation works reserve, cost sharing agreements reserve, capital surplus and revenue, expenditure and revenue surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the District as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
February 13, 1976


C.A.
Provincial Auditor.

UNITED IRRIGATION DISTRICT BALANCE SHEET

Statement A

AS AT DECEMBER 31, 1975
(with comparative figures)

ASSETS

	1975	1974
Current:		
Cash	\$ 46,064	\$ 53,652
Accounts receivable (Note 2)	9,840	7,848
Materials and supplies, at cost	19,311	16,239
Accrued interest	786	755
Prepaid expenses	413	422
	<u>76,414</u>	<u>78,916</u>
Reserve funds:		
Cash	226,394	103,855
Accrued interest	4,216	2,159
Treasury branch term deposits, at cost	26,422	26,422
Bonds and debentures, at amortized cost (approximate market value: 1975 \$15,400; 1974 \$15,850) (Note 3)	18,925	18,910
	<u>275,957</u>	<u>151,346</u>
Deferred charges	<u>5,294</u>	<u>369</u>
Capital:		
Irrigation works (Note 4)	731,201	661,093
Equipment at cost, less accumulated depreciation	27,668	31,443
	<u>758,869</u>	<u>692,536</u>
	<u>\$ 1,116,534</u>	<u>\$ 923,167</u>

LIABILITIES

Current:		
Cost sharing construction costs and holdbacks payable	\$ 53,350	\$ 200
Deferred revenue	39	11
	<u>53,389</u>	<u>211</u>
Reserves:		
Cost sharing agreements, Statement C (Note 5)	171,088	102,129
Water service commutation	29,689	29,689
Irrigation works, Statement B	31,988	31,191
	<u>232,765</u>	<u>163,009</u>
Surplus:		
Capital surplus, Statement D	731,201	661,093
Revenue surplus, Statement E	99,179	98,854
	<u>830,380</u>	<u>759,947</u>
	<u>\$ 1,116,534</u>	<u>\$ 923,167</u>

The accompanying notes are part of these financial statements.

Statement B

UNITED IRRIGATION DISTRICT
STATEMENT OF IRRIGATION WORKS RESERVE
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 31,191	\$ 22,878
Add: Provision for irrigation works	5,307	8,536
Interest earnings	797	8,313
	<u>6,104</u>	<u>16,849</u>
	37,295	39,727
Deduct: Transfer to cost sharing agreements reserve	5,307	8,536
Balance at end of year	<u>\$ 31,988</u>	<u>\$ 31,191</u>

Statement C

UNITED IRRIGATION DISTRICT
STATEMENT OF COST SHARING AGREEMENTS RESERVE
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 102,129	\$ 84,595
Add:		
Contributions from Province of Alberta:		
Department of Environment	68,571	—
Department of Agriculture	52,507	52,439
Interest earnings	12,682	—
Transfer from irrigation works reserve	5,307	8,536
	<u>139,067</u>	<u>60,975</u>
	241,196	145,570
Deduct: Additions to irrigation works	70,108	43,441
Balance at end of year	<u>\$ 171,088</u>	<u>\$ 102,129</u>

Statement D

UNITED IRRIGATION DISTRICT
STATEMENT OF CAPITAL SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 661,093	\$ 618,652
Add:		
Additions to irrigation works:		
Cost sharing agreements	70,108	43,441
	<u>731,201</u>	<u>662,093</u>
Deduct: Irrigation works written off	—	1,000
Balance at end of year	<u>\$ 731,201</u>	<u>\$ 661,093</u>

Statement E

UNITED IRRIGATION DISTRICT
STATEMENT OF REVENUE, EXPENDITURE AND REVENUE SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
<u>REVENUE</u>		
Water earnings:		
Irrigation rates (Note 6)	\$ 60,658	\$ 52,298
Penalties	383	409
Sale of domestic water	16	16
	<hr/> 61,057	<hr/> 52,723
Less: Discounts allowed	1,903	1,802
	<hr/> 59,154	<hr/> 50,921
Interest earnings	2,638	2,340
Miscellaneous	205	426
	<hr/> 61,997	<hr/> 53,687
<u>EXPENDITURE</u>		
Maintenance and operation expense, Schedule 1	43,268	33,553
Administration and general expense, Schedule 2	13,097	10,865
Provision for irrigation works	5,307	8,536
	<hr/> 61,672	<hr/> 52,954
Surplus for the year	325	733
Add: Revenue surplus at beginning of year	98,854	97,621
Adjustment applicable to prior year	—	500
Revenue surplus at end of year	<u>\$ 99,179</u>	<u>\$ 98,854</u>

UNITED IRRIGATION DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1975

Note 1 Authority
The United Irrigation District operates under authority of The Irrigation Act, Chapter 192, Revised Statutes of Alberta 1970.

Note 2 Accounts Receivable
Accounts receivable, less allowance for doubtful accounts, is summarized hereunder:

	1975	1974
Water rates	\$ 8,192	\$ 6,605
Sundry debtors	1,664	1,259
	<u>9,856</u>	<u>7,864</u>
Less: Allowance for doubtful accounts	16	16
	<u>\$ 9,840</u>	<u>\$ 7,848</u>

Note 3 Bonds and Debentures
Bonds and debentures of the District are summarized hereunder:

Particulars	1975	Par Value	1974
Government of Canada	\$ 9,000	\$ 9,000	
Province of Alberta, guaranteed	10,000		10,000
	<u>\$ 19,000</u>		<u>\$ 19,000</u>

Note 4 Irrigation Works
Irrigation works have been valued for balance sheet purposes at \$731,201, being the original cost less the sinking fund reserve available as at June 1, 1945, to retire the outstanding debenture liability with subsequent additions and betterments to the system recorded at cost.

Note 5 Cost Sharing Agreements with the Province of Alberta
Included in this reserve at December 31, 1975 is the amount of \$99,711 which represents the unexpended portion of funds provided by the District and the Department of Agriculture, Province of Alberta under a cost sharing agreement entered into for the purpose of rehabilitating irrigation works of the District. Any balance of these monies carried in the Cost Sharing Account on April 30, 1976, is available to complete approved irrigation works projects covered in either this agreement or a subsequent agreement, otherwise the balance of the monies contributed by the Province is refundable.

The balance of the reserve represents unexpended funds provided by the Department of Environment, Province of Alberta under an agreement entered into for the purpose of rehabilitating secondary irrigation works of the District.

Note 6 Irrigation Rates
Irrigation rates consist of:

33,357.635 acres at \$1.75 per acre	\$ 58,376
675.640 acres under water service commutation	2,282
	<u>\$ 60,658</u>

Note 7 Comparative Figures
For comparative purposes the 1974 figures have been restated where necessary to conform to 1975 presentation.

Schedule 1

UNITED IRRIGATION DISTRICT
SCHEDULE OF MAINTENANCE AND OPERATION EXPENSE

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Wages	\$ 23,241	\$ 19,360
Truck expense and mileage	4,940	3,404
Equipment rental	4,855	40
Depreciation on equipment	4,752	5,606
Power machinery	4,601	3,732
Materials and supplies	2,949	3,352
Weed control	808	665
Buildings and grounds	329	85
Miscellaneous	118	294
Custom work charges	(3,325)	(2,985)
	<u>\$ 43,268</u>	<u>\$ 33,553</u>

Schedule 2

UNITED IRRIGATION DISTRICT
SCHEDULE OF ADMINISTRATION AND GENERAL EXPENSE

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Salaries	\$ 6,600	\$ 6,000
Board of Directors' fees and expenses	1,624	998
Insurance	1,218	1,063
Buildings	1,055	660
Workers' Compensation Board assessment and unemployment insurance ..	791	731
Association fees	500	334
Pension contributions	371	318
Telephone	257	266
Audit fee	200	200
Equipment maintenance and depreciation	127	30
Stationery, printing and office supplies	83	97
Postage	59	53
Miscellaneous	212	115
	<u>\$ 13,097</u>	<u>\$ 10,865</u>



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Board of Directors of the
Western Irrigation District

I have examined the balance sheet of the Western Irrigation District as at November 30, 1975 and the statements of irrigation works reserve, cost sharing agreements reserve, capital surplus and revenue, expenditure and revenue surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Western Irrigation District as at November 30, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
January 14, 1976

C.A.
Provincial Auditor.

Statement A

WESTERN IRRIGATION DISTRICT

BALANCE SHEET

AS AT NOVEMBER 30, 1975
(with comparative figures)

ASSETS

	1975	1974
Current:		
Cash	\$ 10,150	\$ 98,368
Short term bank deposits	72,954	160,000
Accounts receivable:		
Water rates and charges	70,668	69,044
Sundry debtors	39,412	8,390
Accrued interest (Note 9)	25,475	20,806
Inventories:		
Livestock and farm produce, at estimated realizable value	1,063	56,779
Materials and supplies, at cost	18,361	29,375
Prepaid expenses	3,270	3,973
	<u>241,353</u>	<u>446,735</u>
Reserve funds:		
Cash	604	14,125
Short term bank deposits	201,246	—
Accounts receivable (Note 9)	—	199,943
Bonds and debentures, at amortized cost (approximate market value:		
1975 \$1,132,300; 1974 \$954,071) (Note 3)	1,271,960	1,009,800
	<u>1,473,810</u>	<u>1,223,868</u>
Other assets:		
Land and farm property (Note 4)	15,869	15,869
Deferred charges, Chestermere Lake subdivision	1,878	2,836
	<u>17,747</u>	<u>18,705</u>
Capital:		
Irrigation works (Note 4)	3,724,442	3,452,935
Equipment, at cost less accumulated depreciation	164,519	63,541
	<u>3,888,961</u>	<u>3,516,476</u>
	<u>\$ 5,621,871</u>	<u>\$ 5,205,784</u>

LIABILITIES

Current:		
Loan, Province of Alberta (Note 5)	\$ 25,684	\$ 25,684
Progress estimate and holdback payable (Note 6)	123,129	34,450
Accounts payable	3,540	4,234
Deferred revenue	1,129	1,393
	<u>153,482</u>	<u>65,761</u>
Reserves:		
Irrigation works, Statement B (Note 9)	1,304,637	1,321,283
Operating	210,000	185,000
Cost sharing agreements, Statement C (Note 7)	78,721	24,093
	<u>1,593,358</u>	<u>1,530,376</u>
Surplus:		
Capital surplus, Statement D	3,724,442	3,452,935
Revenue surplus, Statement E (Note 9)	150,589	156,712
	<u>3,875,031</u>	<u>3,609,647</u>
	<u>\$ 5,621,871</u>	<u>\$ 5,205,784</u>

The accompanying notes are part of these financial statements.

Statement B

WESTERN IRRIGATION DISTRICT
STATEMENT OF IRRIGATION WORKS RESERVE

FOR THE YEAR ENDED NOVEMBER 30, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
Balance at beginning of year	\$ 1,321,283	\$ 330,803
Add:		
Proceeds from sale of irrigation works	1,500	1,047,073
	<u>1,322,783</u>	<u>1,377,876</u>
Deduct:		
Irrigation works provided from reserve funds:		
Additions	5,513	33,269
Renewals	—	1,632
	<u>5,513</u>	<u>34,901</u>
Transfer to cost sharing agreement reserve	12,633	21,692
	<u>18,146</u>	<u>56,593</u>
Balance at end of year	<u>\$ 1,304,637</u>	<u>\$ 1,321,283</u>

Statement C

WESTERN IRRIGATION DISTRICT
STATEMENT OF COST SHARING AGREEMENTS RESERVE

FOR THE YEAR ENDED NOVEMBER 30, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
Balance at beginning of year	\$ 24,093	\$ 47,672
Add:		
Contributions received from the Province of Alberta:		
Department of Environment	182,400	—
Department of Agriculture	128,107	133,255
Transfer from irrigation works reserve	12,633	21,692
Interest earnings	10,752	—
	<u>333,892</u>	<u>154,947</u>
	<u>357,985</u>	<u>202,619</u>
Deduct: Additions to irrigation works	279,264	178,526
Balance at end of year	<u>\$ 78,721</u>	<u>\$ 24,093</u>

Statement D

WESTERN IRRIGATION DISTRICT
STATEMENT OF CAPITAL SURPLUS
FOR THE YEAR ENDED NOVEMBER 30, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 3,452,935	\$ 3,247,507
Add:		
Additions to irrigation works:		
Cost sharing agreements	279,264	178,526
Reserve funds, net	5,513	34,901
	284,777	213,427
	3,737,712	3,460,934
Deduct: Irrigation works written off	13,270	7,999
Balance at end of year	\$ 3,724,442	\$ 3,452,935

Statement E

WESTERN IRRIGATION DISTRICT
STATEMENT OF REVENUE, EXPENDITURE AND REVENUE SURPLUS

FOR THE YEAR ENDED NOVEMBER 30, 1975
(with comparative figures)

	1975	1974
<u>REVENUE</u>		
Water earnings:		
Irrigation rates, net (Note 8)	\$ 99,738	\$ 96,762
Sale of domestic water	22,585	21,477
Penalties	949	914
Special rates	350	350
	123,622	119,503
Interest earnings (Note 9)	117,956	90,028
Rentals of right-of-way, net	26,791	24,842
Farming operations, net	10,755	42,366
Miscellaneous	2,984	2,356
	282,108	279,095
<u>EXPENDITURE</u>		
Maintenance and operation expense, Schedule 1	198,676	122,889
Administration and general expense, Schedule 2	53,826	42,574
	252,502	165,463
Surplus for the year	29,606	113,632
Add: Revenue surplus at beginning of year	156,712	15,580
Transfer of option agreement with Calgary Power Ltd. from reserve	—	27,500
	186,318	156,712
Deduct: Employee retirement benefits	10,729	—
Appropriated to operating reserve	25,000	—
	35,729	—
Revenue surplus at end of year	\$ 150,589	\$ 156,712

WESTERN IRRIGATION DISTRICT NOTES TO THE FINANCIAL STATEMENTS

NOVEMBER 30, 1975

Note 1 Authority

The Western Irrigation District operates under authority of The Irrigation Act, Chapter 192, Revised Statutes of Alberta 1970.

Note 2 Change in Accounting Policy

The policy of adjusting the irrigation works reserve and capital surplus for net increases or decreases in equipment value during the year has been discontinued and the accounts have been adjusted retroactively.

Note 3 Bonds and Debentures

Bonds and debentures of the District are summarized hereunder:

Particulars	Par Value	
	1975	1974
Government of Canada, direct and guaranteed	\$ 70,000	\$ 206,000
Provincial issues, direct and guaranteed	1,125,000	819,000
Corporate issues	100,000	—
	<u>\$ 1,295,000</u>	<u>\$ 1,025,000</u>

Note 4 Irrigation Works, Land and Farm Property

Irrigation works, land and farm property transferred from the Canadian Pacific Railway Company were taken into the accounts at their depreciated values as estimated by District officials. Subsequent additions and betterments to these assets are shown in the accounts at cost.

Note 5 Loan, Province of Alberta

The Province of Alberta provided the District with an interest free loan in the amount of \$25,684 repayable on or before October 31, 1971. As at the date of this report the loan had not been repaid.

Note 6 Progress Estimate and Holdback Payable

This liability represents work undertaken pursuant to the cost sharing agreements with the Province of Alberta. In addition the cost sharing agreements reserve is subject to a further charge in an estimated amount of \$99,000, in respect of uncompleted work under contract on cost sharing projects. See also Note 7.

Note 7 Cost Sharing Agreements with the Province of Alberta

The balance in this reserve represents the unexpended portion of funds provided by the District and the Province of Alberta under a cost sharing agreement entered into for the purpose of rehabilitating irrigation works of the District. Any balance of these monies carried in the Cost Sharing Account on April 30, 1976, is available to complete approved irrigation works projects covered in this agreement or under a further agreement, otherwise the balance of the monies contributed by the Province is refundable. See also Note 6.

Note 8 Irrigation Rates

Irrigation rates consist of:

45,244.1 acres at \$2.20 per acre	\$ 99,537
67 acres at \$3.00 per acre	201
<u>45,311.1 acres</u>	<u>\$ 99,738</u>

Note 9 Prior Period Adjustments

1974 figures for reserve funds accounts receivable and irrigation works reserve have been adjusted by \$131,650 to reflect a reduction in the amount of a 1974 land sale resulting from a change in acreage sold. Accrued interest, interest earnings and revenue surplus were also reduced by \$8,300 as a result of this adjustment.

Schedule 1

WESTERN IRRIGATION DISTRICT
SCHEDULE OF MAINTENANCE AND OPERATION EXPENSE
FOR THE YEAR ENDED NOVEMBER 30, 1975
(with comparative figures)

	1975	1974
Salaries and wages	\$ 106,950	\$ 91,754
Structures and waterways	41,369	16,686
Depreciation on equipment	30,092	12,917
Automobiles and trucks	12,311	9,642
Power machinery	10,352	15,773
Buildings and grounds, net	1,302	(3,186)
Telephone	693	739
Equipment	538	396
Travelling	160	143
Miscellaneous	1,530	470
Custom work charges	(6,621)	(22,445)
	<u>\$ 198,676</u>	<u>\$ 122,889</u>

Schedule 2

WESTERN IRRIGATION DISTRICT
SCHEDULE OF ADMINISTRATION AND GENERAL EXPENSE
FOR THE YEAR ENDED NOVEMBER 30, 1975
(with comparative figures)

	1975	1974
Salaries	\$ 28,088	\$ 17,151
Pension plan and group insurance contributions	7,586	7,064
Insurance	4,979	2,550
Workers' Compensation Board assessment and unemployment insurance ..	3,745	3,493
Administration building	2,727	2,020
Board of Directors' fees and expenses	2,378	2,991
Stationery, printing and office supplies	914	689
Audit fee	750	750
Association fees	663	439
Travelling	500	500
Postage	395	418
Telephone	390	444
Equipment, maintenance and depreciation	105	183
Miscellaneous	606	272
Legal fees and expenses	—	1,110
Land appraisal	—	2,500
	<u>\$ 53,826</u>	<u>\$ 42,574</u>



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

Irrigation Land Manager
Lethbridge, Alberta

I have examined the balance sheet of the Irrigation Land Manager as at December 31, 1975. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion this financial statement presents fairly the financial position of the Irrigation Land Manager as at December 31, 1975 in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
April 28, 1976


C.A.
Provincial Auditor.

IRRIGATION LAND MANAGER

Statement A

BALANCE SHEET

AS AT DECEMBER 31, 1975
(with comparative figures)

ASSETS

	1975	1974
Cash	\$ 110,353	\$ 42,425
Agreements receivable (Note 2)	723,410	854,052
Interest accrued on agreements receivable	42,849	53,491
Land and improvements, at cost	313,804	305,458
	<u>\$ 1,190,416</u>	<u>\$ 1,255,426</u>

LIABILITIES

Accounts payable	\$ 353	\$ 343
Deferred revenue	—	379
Due to Provincial Treasurer:		
Excess of collections over remittances	110,000	41,703
	<u>110,353</u>	<u>42,425</u>
Reserves:		
Agreements and interest receivable	766,259	907,543
Land	313,804	305,458
	<u>1,080,063</u>	<u>1,213,001</u>
	<u>\$ 1,190,416</u>	<u>\$ 1,255,426</u>

The accompanying notes are part of this financial statement.

IRRIGATION LAND MANAGER

NOTES TO THE FINANCIAL STATEMENT

DECEMBER 31, 1975

Note 1 Authority

The Irrigation Land Manager operates under the authority of The Irrigation Land Manager Act, Chapter 56, Statutes of Alberta 1969.

Note 2 Agreements Receivable

Agreements receivable consist of:

	1975	1974
Land sale	\$ 713,241	\$ 837,833
Water right	10,169	16,219
	<u>\$ 723,410</u>	<u>\$ 854,052</u>

The above water right agreements are subject to possible reductions through reclassifications in the irrigable area.

Note 3 Lease Rentals Receivable

Lease rentals receivable estimated by the Land Manager to amount to \$11,349, are not reflected in the balance sheet. Proceeds, when received, will be remitted to the Provincial Treasurer.

Note 4 Operations

Expenditures for the operation of the Irrigation Land Manager are paid from the General Revenue Fund of the Province.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Minister of Agriculture

I have examined the balance sheet of the Wheat Board Money Trust Account as at March 31, 1976 and the statement of revenue and expenditure for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Trust Account as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
May 10, 1976

C.A.
Provincial Auditor.

WHEAT BOARD MONEY TRUST ACCOUNT
BALANCE SHEET

Statement A

AS AT MARCH 31, 1976
(with comparative figures)

ASSETS

	1976	1975
Deposits in trust with the Province of Alberta	\$ 55,485	\$ 55,664
Accrued interest	1,720	1,720
Investments, at amortized cost:		
(approximate market value: 1976 \$57,745; 1975 \$60,159) (Note 2) ..	75,083	74,860
	<u>\$ 132,288</u>	<u>\$ 132,244</u>

LIABILITIES

Trust Account:		
Balance at beginning of year	\$ 132,244	\$ 128,967
Add: Excess of revenue over expenditure	44	3,277
	<u>\$ 132,288</u>	<u>\$ 132,244</u>

The accompanying notes are part of these financial statements.

Statement B WHEAT BOARD MONEY TRUST ACCOUNT STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	<u>REVENUE</u>	
	1976	1975
Revenue from investments	\$ 8,551	\$ 7,292
Bank interest	—	1,652
	<u>8,551</u>	<u>8,944</u>
	<u>EXPENDITURE</u>	
Scholarships and bursaries	7,400	4,300
Donations to libraries	1,050	1,367
Miscellaneous	57	—
	<u>8,507</u>	<u>5,667</u>
Excess of revenue over expenditure	<u>\$ 44</u>	<u>\$ 3,277</u>

WHEAT BOARD MONEY TRUST ACCOUNT NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Wheat Board Money Trust Account operates under the authority of The Wheat Board Money Trust Act, Chapter 367, Revised Statutes of Alberta 1955.

Note 2 Investments

Investments of the Trust Account are summarized hereunder:

<u>Particulars</u>	<u>Par Value</u>	<u>Amortized Cost</u>
Debentures:		
Government of Canada, direct and guaranteed	\$ 2,500	\$ 2,500
Provincial issues, direct and guaranteed	74,000	72,583
	<u>\$ 76,500</u>	<u>\$ 75,083</u>



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Attorney General

I have examined the balance sheet of the Public Trustee as at December 31, 1975 and the consolidated investment fund statement of common fund and special reserve fund for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Public Trustee as at December 31, 1975 and the results of operations of the consolidated investment fund for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
April 5, 1976

C.A.
Provincial Auditor.

Statement A

PUBLIC TRUSTEE
BALANCE SHEET

AS AT DECEMBER 31, 1975
(with comparative figures)

ASSETS

	1975	1974
Estates' and beneficiaries' assets:		
Common Fund:		
Cash	\$ 128,658	\$ 58,194
Accrued interest	503,921	424,596
Short term deposits	2,900,000	2,900,000
Investments, at amortized cost (Note 2)	28,916,934	26,133,898
	<u>32,449,513</u>	<u>29,516,688</u>
Other: (Note 3)		
Cash	487,912	392,037
Accounts receivable	419,654	369,978
Mortgages, agreements and notes receivable	2,379,537	2,416,900
Bonds and debentures	4,313,791	4,056,401
Other securities	18,581,064	16,240,624
Real estate	4,809,363	3,903,219
Miscellaneous assets	850,569	823,606
	<u>31,841,890</u>	<u>28,202,765</u>
	<u>64,291,403</u>	<u>57,719,453</u>
Special Reserve Fund:		
Cash	142,143	112,539
Accrued interest	60,104	54,507
Due from Common Fund	3,750	—
Short term deposits	500,000	375,000
Investments, at amortized cost (Note 4)	3,506,158	3,202,605
	<u>4,212,155</u>	<u>3,744,651</u>
	<u>\$ 68,503,558</u>	<u>\$ 61,464,104</u>

LIABILITIES

Estates' and beneficiaries' liabilities: (Note 5)		
Bank overdraft	\$ —	\$ 77,842
Due to Special Reserve Fund	3,750	—
Provincial Treasurer's advance	21,067	21,428
Accounts payable	388,974	344,548
Mortgages, agreements and notes payable	530,123	411,867
Rents received in advance	24,797	21,955
	<u>968,711</u>	<u>877,640</u>
Common Fund, undistributed earnings, Statement B	359,504	306,471
Estates' and beneficiaries' capital	62,963,188	56,535,342
	<u>64,291,403</u>	<u>57,719,453</u>
Special Reserve Fund, retained earnings, Statement B	4,212,155	3,744,651
	<u>\$ 68,503,558</u>	<u>\$ 61,464,104</u>

The accompanying notes are part of these financial statements.

PUBLIC TRUSTEE
 CONSOLIDATED INVESTMENT FUND
 STATEMENT OF COMMON FUND AND SPECIAL RESERVE FUND
 FOR THE YEAR ENDED DECEMBER 31, 1975
 (with comparative figures)

	<u>1975</u>	<u>1974</u>
	<u>Common Fund</u>	
Undistributed earnings at beginning of year	\$ 306,471	\$ 265,170
Add: Earnings on investments and deposits	2,025,085	1,693,841
Gain on sale of investments	4,000	—
	<u>2,335,556</u>	<u>1,959,011</u>
Less: Earnings distributed:		
Estates' and beneficiaries' accounts	1,698,040	1,504,474
Excess earnings to Special Reserve Fund	278,012	148,066
	<u>1,976,052</u>	<u>1,652,540</u>
Undistributed earnings at end of year	<u>\$ 359,504</u>	<u>\$ 306,471</u>
	<u>Special Reserve Fund</u>	
Retained earnings at beginning of year	\$ 3,744,651	\$ 3,453,167
Add: Earnings on investments and deposits	249,492	203,418
Excess earnings from Common Fund	278,012	148,066
	<u>4,272,155</u>	<u>3,804,651</u>
Less: Payments to Provincial Treasurer toward cost of administration	60,000	60,000
Retained earnings at end of year	<u>\$ 4,212,155</u>	<u>\$ 3,744,651</u>

PUBLIC TRUSTEE
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1975

Note 1 Authority

The Public Trustee operates under the authority of The Public Trustee Act, Chapter 301, Revised Statutes of Alberta 1970.

Note 2 Investments, Common Fund

Investments, at amortized cost, consist of:

	<u>1975</u>	<u>1974</u>
Government of Canada, direct and guaranteed	\$ 3,454,411	\$ 3,451,754
Provincial issues, direct and guaranteed	24,426,221	21,540,118
Municipal and school districts	1,036,302	1,142,026
	<u>\$ 28,916,934</u>	<u>\$ 26,133,898</u>
Par value	<u>\$ 28,972,300</u>	<u>\$ 26,204,500</u>

Note 3 Other Estates' and Beneficiaries' Assets

These assets, other than cash, are valued at amounts estimated from information available to the Public Trustee or at nominal value and are subject to realization and adjustment as estates are administered.

Note 4 Investments, Special Reserve Fund

Investments, at amortized cost, consist of:

	<u>1975</u>	<u>1974</u>
Government of Canada, direct and guaranteed	\$ 2,547,243	\$ 2,246,230
Provincial issues, direct and guaranteed	958,915	956,375
	<u>\$ 3,506,158</u>	<u>\$ 3,202,605</u>
Par value	<u>\$ 3,565,000</u>	<u>\$ 3,260,000</u>

Note 5 Estates' and Beneficiaries' Liabilities

These liabilities are reflected only to the extent of the recorded value of available estate assets. The Public Trustee has an undetermined liability with respect to maintenance charges at the various Provincial mental facilities.

Note 6 Comparative Figures

The 1974 liability for Provincial mental facilities has been restated to conform to 1975 presentation. See Note 5.



OFFICE OF THE PROVINCIAL AUDITOR


AUDITOR'S REPORT

To the Board of Directors of
the Alberta Opportunity Company

I have examined the balance sheet of the Alberta Opportunity Company as at March 31, 1976 and the statement of income and expenses for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Company as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
April 28, 1976



C.A.
Provincial Auditor.

ALBERTA OPPORTUNITY COMPANY

Statement A

BALANCE SHEET

AS AT MARCH 31, 1976

(with comparative figures)

	1976	1975
ASSETS		
Cash	\$ 273	\$ 8,272
Funds held in lawyers' trust account	—	264,439
Prepaid expenses	5,883	3,055
	<u>6,156</u>	<u>275,766</u>
Loans and accrued interest receivable	56,875,729	35,116,078
Accounts receivable	98,954	17,104
Inventories (Note 3)	64,035	150,664
	<u>57,038,718</u>	<u>35,283,846</u>
Less: Allowance for doubtful accounts (Note 2)	3,225,116	1,536,404
	<u>53,813,602</u>	<u>33,747,442</u>
Industrial incentive loans receivable (Note 4)	1,745,149	1,913,238
Less: Allowance for possible forgiveness	1,745,149	1,913,238
	<u>—</u>	<u>—</u>
Equipment (at cost less accumulated depreciation of \$11,199; \$11,234—1975)	25,224	23,895
Building under construction (Note 5)	457,715	268,928
Miscellaneous assets (Note 6)	2	1
	<u>482,941</u>	<u>292,824</u>
Trust Assets (Note 9)	80,514	77,555
	<u>\$ 54,383,213</u>	<u>\$ 34,393,587</u>
LIABILITIES		
Bank overdraft	\$ 166,491	\$ 656,085
Accounts payable	262,117	126,793
Holdbacks and accrued interest payable	54,792	87,197
Undistributed proceeds from disposal of surplus crown assets (Note 10) ..	—	154,513
	<u>483,400</u>	<u>1,024,588</u>
Advances from Province of Alberta:		
Balance, beginning of year	33,041,146	22,309,146
Add: Advances received	25,590,000	15,047,000
Less: Advances repaid	(5,062,146)	(4,315,000)
Balance, end of year	<u>53,569,000</u>	<u>33,041,146</u>
Retained earnings:		
Balance, beginning of year	250,298	(100,322)
Add: Net profit, Statement B	1	350,620
Balance, end of year	<u>250,299</u>	<u>250,298</u>
Trust Liabilities (Note 9)	80,514	77,555
	<u>\$ 54,383,213</u>	<u>\$ 34,393,587</u>

The accompanying notes are part of these financial statements.

Statement B

ALBERTA OPPORTUNITY COMPANY
STATEMENT OF INCOME AND EXPENSES

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Income:		
Interest on loans	\$ 4,335,952	\$ 2,240,509
Interest on inventory contracts	5,004	16,560
Guarantee fees	18,251	12,204
Miscellaneous	5,913	1,918
	<u>4,365,120</u>	<u>2,271,191</u>
Expenses:		
Interest expense (Note 11)	54,774	—
Staff—Schedule 1	985,122	688,326
Other manpower—Schedule 2	282,301	203,291
Communications—Schedule 3	105,565	75,355
Other operating expenses—Schedule 4	52,634	52,639
	<u>1,480,396</u>	<u>1,019,611</u>
Operating profit	2,884,724	1,251,580
Provision for doubtful accounts (Note 2)		
Specific	1,370,954	225,636
General	1,513,769	—
Provision for possible forgiveness of industrial incentive loans	—	675,324
Net profit	<u>\$ 1</u>	<u>\$ 350,620</u>

ALBERTA OPPORTUNITY COMPANY

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Alberta Opportunity Company operates under the authority of The Alberta Opportunity Fund Act, Chapter 11, Statutes of Alberta 1972.

Note 2 Accounting Policy—Allowance for Doubtful Accounts

The Company has adopted the policy of providing for loss on accounts known to be in difficulty at March 31, as well as providing for loss on other accounts which can reasonably be expected to encounter problems that are not identifiable. For the current year the Company has used the operating profit, less \$1, to establish the provision until a longer term experience can provide an actuarial basis for determining a more specific total reserve requirement.

An analysis of the account is as follows:

	1976	1975
Balance, beginning of year	\$ 1,536,404	\$ 1,331,872
Accounts written off	(1,300,267)	(21,104)
Specific provision	1,370,954	225,636
General provision	1,513,769	—
Transfer from industrial incentive loans (Note 4)	104,256	—
Balance, end of year	<u>\$ 3,225,116</u>	<u>\$ 1,536,404</u>

Note 3 Inventories

	1976	1975
Subject to repurchase agreements, at cost	\$ 19,294	\$ 188,330
Deduct: Deposit thereon	(3,859)	(37,666)
Held for resale at estimated realizable value	48,600	—
	<u>\$ 64,035</u>	<u>\$ 150,664</u>

Note 4 Industrial Incentive Loans

These loans were made under authority of The Industrial Development Incentives Act which provided that, with the approval of the Lieutenant Governor in Council, repayment of the loans may be forgiven in whole or in part, providing that no loan may be wholly forgiven before the expiration of five years from the date money was first advanced under the loan. During this five year period, no interest is charged on a loan and no repayment of principal is required providing a borrower continues in operation and meets certain other conditions.

In the year ended March 31, 1976, three of these borrowers ceased operations, thus breaching one of the conditions required for forgiveness. These loans, totalling \$168,089, became collectible, and were transferred to Loans Receivable, together with appropriate allowance for doubtful accounts. The following analysis shows the transactions during the current fiscal year.

Balance, beginning of year		\$ 1,913,238
Deduct: Account written off	\$ 63,833	
Accounts transferred to loans receivable	104,256	
		<u>168,089</u>
Balance, end of year		<u>\$ 1,745,149</u>

Note 5 Building Under Construction

The construction of a 21,360 sq. ft. commercial aircraft hangar at Slave Lake, Alberta, for subsequent lease or sale to a specific client is now nearing completion. Subsequent to March 31, 1976, the client declared bankruptcy, however, it is expected that the building can be sold or leased without loss to the Company.

Note 6 Miscellaneous Assets

Nordegg townsite lease, at nominal value	\$	1
As a part of a major financial re-structuring of one of its borrowers, it was agreed to defer indefinitely \$500,000 of current indebtedness through the exchange of an equivalent amount of non-voting preference shares. In the very long term, these shares may be redeemed at par, but at the present time their value is only nominal, and they have therefore been recorded at		<u>1</u>
	\$	<u>2</u>

Note 7 Contingent Liabilities

The Company is contingently liable as guarantor of bank loans aggregating \$2,953,400 at March 31, 1976 (\$1,602,900 at March 31, 1975).

Note 8 Commitments

Authorizations to be disbursed at March 31 are as follows:

	1976	1975
Loans	\$ 14,326,605	\$ 19,605,406
Guarantees	379,750	636,000
Inventory contracts	5,653	200,970
	<u>14,712,008</u>	<u>20,442,376</u>
Building under construction	44,464	130,504
	<u>\$ 14,756,472</u>	<u>\$ 20,572,880</u>

Note 9 Trust Assets and Liabilities

Under the authority of Order-in-Council 989/71 the Alberta Commercial Corporation, a predecessor organization, administered funds deposited with the Company by the Human Resources Development Authority for the creation of employment opportunities for local people, including those of native origin.

The trust funds under administration at March 31 are as follows:

	1976	1975
Advances from Province	\$ 229,970	\$ 229,970
Deduct deficit:		
Deficit balance, beginning of year	152,415	159,468
Add expenses:		
Provision for doubtful accounts	2,737	(113)
Legal fees	499	—
	<u>155,651</u>	<u>159,355</u>
Deduct earnings	6,195	6,940
Deficit balance, end of year	<u>149,456</u>	<u>152,415</u>
Trust funds due to the Province	<u>\$ 80,514</u>	<u>\$ 77,555</u>
Trust assets consist of:		
Cash and short term deposits	\$ 44,644	\$ 59,684
Loans receivable (deduct allowance for doubtful accounts of \$6,953; \$4,311—1975)	<u>35,870</u>	<u>17,871</u>
	<u>\$ 80,514</u>	<u>\$ 77,555</u>

Note 10 Surplus Crown Assets

The Alberta Opportunity Company acted as agent of the Government for disposal of surplus items of material, equipment and other assets until September 30, 1975 when that entire operation was transferred to the Department of Government Services.

Note 11 Interest Expense

Advances from the Province of Alberta in excess of \$50,000,000 are subject to interest charges in accordance with the rates established by Treasury Minutes pursuant to Section 40.1 (2) of The Financial Administration Act and Treasury Minute 1272.

Note 12 Comparative Figures

The 1975 comparative figures have been restated where necessary to conform to 1976 presentation.

ALBERTA OPPORTUNITY COMPANY
SCHEDULES OF EXPENSES
FOR THE YEAR ENDED MARCH 31, 1976
 (with comparative figures)

Schedules 1-4

	<u>Schedule 1</u>	<u>1976</u>	<u>1975</u>
Staff:			
Salaries and wages	\$	884,067	\$ 591,260
Pension plans		44,885	30,435
Unemployment insurance		8,628	5,432
Medical and group insurance		6,592	4,358
Workers' Compensation Board		1,350	—
Parking		364	244
Educational assistance		1,167	997
Recruitment expense		10,336	6,461
Relocation expense		27,733	49,139
		\$ 985,122	\$ 688,326
	<u>Schedule 2</u>		
Other Manpower:			
Board of Directors' fees	\$	17,825	\$ 15,875
Professional and other fees:			
Legal		189,497	157,490
Consultants		69,260	25,369
Bonded agents		176	350
Appraisers		1,200	443
Credit reporting agencies		4,343	3,764
		\$ 282,301	\$ 203,291
	<u>Schedule 3</u>		
Communications:			
Telephone and telegraph	\$	24,451	\$ 18,411
Mail and messenger service		3,570	3,314
Travel		60,174	46,736
Brochures		17,370	6,894
		\$ 105,565	\$ 75,355
	<u>Schedule 4</u>		
Other Operating Expenses:			
Office supplies and services	\$	29,290	\$ 22,443
Vehicle and equipment		9,710	3,629
Fees and subscriptions		6,205	2,613
Depreciation		4,856	3,018
Prepayment discount		—	18,200
Miscellaneous		2,573	2,736
		\$ 52,634	\$ 52,639



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Minister of Culture

I have examined the balance sheet of the Alberta Art Foundation as at March 31, 1976 and the statements of operations and equity and changes in financial position for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Foundation as at March 31, 1976 and the results of its operations and changes in its financial position for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 31, 1976

C.A.
Provincial Auditor.

ALBERTA ART FOUNDATION

Statement A

BALANCE SHEET

AS AT MARCH 31, 1976
(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Current:		
Cash	\$ 3,491	\$ 156
Accrued interest	429	179
Accounts receivable	27,800	—
	<u>31,720</u>	<u>335</u>
Art collection	187,552	147,727
	<u>\$ 219,272</u>	<u>\$ 148,062</u>
<u>LIABILITIES</u>		
Current:		
Accounts payable	\$ 2,306	\$ 7,100
Equity, Statement B	216,966	140,962
	<u>\$ 219,272</u>	<u>\$ 148,062</u>

The accompanying notes are part of these financial statements.

Statement B

ALBERTA ART FOUNDATION
STATEMENT OF OPERATIONS AND EQUITY

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Income:		
Grants from the Province of Alberta	\$ 70,000	\$ 50,000
License fee under The Interprovincial Lottery Act 1974 (Note 3)	16,718	—
Donations	2,000	100
Interest	981	327
	<u>89,699</u>	<u>50,427</u>
Expenses: (Note 4)		
Travelling and members' expenses	5,926	5,127
Printing	3,122	1,185
Framing supplies	2,183	6,197
Fees and commissions	1,925	989
Security	—	452
Other	539	1,424
	<u>13,695</u>	<u>15,374</u>
Excess of income over expenses	76,004	35,053
Equity at beginning of year	140,962	105,909
Equity at end of year	<u>\$ 216,966</u>	<u>\$ 140,962</u>

Statement C

ALBERTA ART FOUNDATION
STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Funds derived from:		
Excess of income over expenses, Statement B	\$ 76,004	\$ 35,053
Funds applied to:		
Acquisition of art works	39,825	43,261
Increase (decrease) in working capital	<u>\$ 36,179</u>	<u>\$ (8,208)</u>

ALBERTA ART FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Alberta Art Foundation operates as a non-profit entity under the authority of The Alberta Art Foundation Act, Chapter 14, Statutes of Alberta 1972.

Note 2 Accounting Policy

Gifts received are recorded as income of the Foundation and have been shown at appraised value at the date of acquisition. All items purchased by the Foundation have been shown at cost.

Note 3 License Fee

Pursuant to an interprovincial lottery license issued to a partnership formed by the Edmonton Exhibition Association Limited and the Calgary Exhibition and Stampede Limited, a certain portion of the total amount of money received by or credited to the partnership in respect of Western Canada Lottery tickets sold in Alberta shall be paid to the Alberta Art Foundation.

Note 4 Expenses

Sections 7(1) and 7(2) of the Act provide that the Minister may make available to the Foundation certain administrative services of employees of the Government of Alberta under his administration at no cost to the Foundation. Accordingly, the associated costs are not reflected in these financial statements.

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

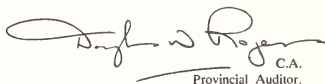
AUDITOR'S REPORT

To the Directors of
The Alberta Historical Resources Foundation

I have examined the balance sheet of The Alberta Historical Resources Foundation as at December 31, 1975 and the statement of revenue, expenditure and surplus for the period then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Foundation as at December 31, 1975 and the results of its operations for the period then ended, in accordance with generally accepted accounting principles.

Edmonton, Alberta
April 9, 1976



C.A.
Provincial Auditor.

Statement A

THE ALBERTA HISTORICAL RESOURCES FOUNDATION

BALANCE SHEET

DECEMBER 31, 1975

ASSETS

Cash	\$ 95,306
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LIABILITIES

Surplus	\$ 95,306
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The accompanying notes are part of these financial statements.

Statement B

THE ALBERTA HISTORICAL RESOURCES FOUNDATION
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS

FOR THE PERIOD MAY 10, 1973 TO DECEMBER 31, 1975

REVENUE

Grants from the Province of Alberta	\$ 85,000
Lottery license fee (Note 2)	10,718
	<u>95,718</u>

EXPENDITURE

Guest travel	287
Directors' expenses	125
	<u>412</u>
Surplus for the period	\$ <u>95,306</u>

THE ALBERTA HISTORICAL RESOURCES FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Alberta Historical Resources Foundation operates under the authority of The Alberta Historical Resources Act, Chapter 5, Statutes of Alberta 1973. This Act became effective May 10, 1973, however, no financial transactions were effected until March, 1975.

Note 2 Lottery License Fee

This represents revenue from the Western Canada Lottery (Alberta) Division under an agreement in force from July 5, 1974 to July 31, 1975. No provision has been made for revenues accruing from a similar agreement to July 31, 1976.



OFFICE OF THE PROVINCIAL AUDITOR


AUDITOR'S REPORT

To the Minister of Culture

I have examined the balance sheet of the Culture Statutory Advance as at March 31, 1976 and the statement of operations and surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Statutory Advance as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles which, except for the change in the method of accounting for revenue under the equipment sales program referred to in Note 2, have been applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
June 1, 1976


C.A.
Provincial Auditor.

CULTURE STATUTORY ADVANCE

BALANCE SHEET

AS AT MARCH 31, 1976

(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Current:		
Cash	\$ 5,160	\$ 7,786
Accounts receivable	3,799	2,776
Equipment sales program—instalments receivable due within one year ..	18,695	8,709
Inventory, at cost	58,103	50,065
Prepaid expenses	5,708	7,991
	<u>91,465</u>	<u>77,327</u>
Equipment sales program—instalments receivable	80,717	39,131
Fixed, at cost		
Equipment	8,450	7,323
Less: Accumulated depreciation	2,070	1,228
	<u>6,380</u>	<u>6,095</u>
	<u>\$ 178,562</u>	<u>\$ 122,553</u>
<u>LIABILITIES</u>		
Current:		
Accounts payable	\$ 19,956	\$ 15,256
Provincial Treasurer's advance	94,406	33,192
Surplus, Statement B	64,200	74,105
	<u>\$ 178,562</u>	<u>\$ 122,553</u>

The accompanying notes are part of these financial statements.

Statement B

CULTURE STATUTORY ADVANCE
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Sales (Note 3)	\$ 453,755	\$ 369,796
Deduct: Cost of goods sold:		
Inventory at beginning of year	50,065	38,930
Purchases	227,304	181,322
	277,369	220,252
Less: Inventory at end of year	58,103	50,065
	219,266	170,187
Gross profit (Note 4)	234,489	199,609
Expenses:		
Salaries and wages	153,015	110,451
Sales supplies	7,405	7,354
Employee benefits	4,542	2,946
Stationery and printing	1,595	1,207
Depreciation	841	662
Freight and postage	832	347
Laundry	607	414
Repairs and maintenance	550	612
Uniforms	369	908
Travel and entertainment	277	295
Bad debt expense	33	—
Advertising	—	191
Miscellaneous	223	117
	170,289	125,504
Net profit for the year	64,200	74,105
Surplus at beginning of year	74,105	43,184
	138,305	117,289
Deduct: Remitted to Provincial Treasurer	74,105	43,184
Surplus at end of year	\$ 64,200	\$ 74,105

CULTURE STATUTORY ADVANCE NOTES TO FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Department of Culture Statutory Advance operates under the authority of The Cultural Development Act, Chapter 82, Revised Statutes of Alberta, 1970, as amended.

Note 2 Accounting Policies

Depreciation:

Equipment is depreciated on a straight-line basis at the rate of 10% per annum.

Equipment Sales Program:

Sales under the program are recorded at the time equipment is shipped to the purchasers, usually prior to the execution of the agreement for sale, whereas in prior years sales were not recorded until execution of the agreement for sale. Inasmuch as the equipment is sold at cost the net operating results are not affected.

Note 3 Sales

Sales are detailed as follows:

	1976	1975
Jubilee Auditoriums		
Beverages	\$ 224,045	\$ 184,169
Commissary	98,193	89,689
	<u>322,238</u>	<u>273,858</u>
Provincial Museum and Archives		
Books	41,171	27,309
Publications and reproduction services	14,686	7,214
Miscellaneous	13,588	13,866
	<u>69,445</u>	<u>48,389</u>
Junior Forest Warden Program		
Club supplies	3,280	2,591
Equipment sales program	58,792	44,958
	<u>\$ 453,755</u>	<u>\$ 369,796</u>

Note 4 Gross Profit

Gross profit on sales is detailed as follows:

Jubilee Auditoriums		
Beverages	\$ 155,739	\$ 132,900
Commissary	49,406	48,368
	<u>205,145</u>	<u>181,268</u>
Provincial Museum and Archives		
Books	14,562	8,276
Publications and reproduction services	8,507	2,617
Miscellaneous	5,877	7,086
	<u>28,946</u>	<u>17,979</u>
Junior Forest Warden Program		
Club supplies	398	362
Equipment sales Program	—	—
	<u>\$ 234,489</u>	<u>\$ 199,609</u>

Note 5 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Statutory Advance is subject to controls on compensation paid to its employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.

Note 6 Comparative Figures

The 1975 comparative figures have been restated where necessary to conform to 1976 presentation.



OFFICE OF THE PROVINCIAL AUDITOR

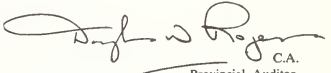
AUDITOR'S REPORT

To the Board of Governors of the
Glenbow-Alberta Institute

I have examined the consolidated balance sheet of the Glenbow-Alberta Institute and its wholly-owned subsidiaries as at February 29, 1976 and the consolidated statements of capital contributions, operations and surplus and changes in financial position for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these consolidated financial statements present fairly the financial position of the Institute and its wholly-owned subsidiaries as at February 29, 1976 and the results of their operations and changes in the financial position for the year then ended, in accordance with generally accepted accounting principles applied, after giving retroactive effect to the changes in accounting policies referred to in Note 3 to the financial statements, on a basis consistent with that of the preceding year.

Edmonton, Alberta
August 25, 1976



C.A.
Provincial Auditor.

GLENBOW-ALBERTA INSTITUTE CONSOLIDATED BALANCE SHEET

AS AT FEBRUARY 29, 1976
(with comparative figures)

ASSETS

	<u>1976</u>	<u>1975</u>
CURRENT		
Cash	\$ 37,237	\$ 42,066
Marketable securities, at cost (market value \$946,341; 1975 \$475,597)	976,975	499,020
Accrued interest receivable	207,209	257,679
Accounts receivable	24,429	243,865
Prepaid expenses	1,758	2,269
Merchandise held for resale, at lower of cost or market	7,621	8,749
	<u>1,255,229</u>	<u>1,053,648</u>
ENDOWMENT INVESTMENT		
Bonds and debentures, at cost (Note 3(d)) (market value \$8,142,412; 1975 \$8,476,788)	9,901,845	9,904,367
COLLECTIONS, at cost (Note 3(g))	<u>2,904,866</u>	<u>2,837,728</u>
PROPERTY and EQUIPMENT, at cost (Note 3(h))		
Land and buildings	325,135	325,135
Furniture and equipment	685,470	440,372
	<u>1,010,605</u>	<u>765,507</u>
	<u>\$ 15,072,545</u>	<u>\$ 14,561,250</u>

LIABILITIES

CURRENT		
Accounts payable	\$ 186,897	\$ 103,133

EQUITY

CAPITAL CONTRIBUTIONS—Statement 2 (Note 3(a))	13,750,721	13,362,432
SURPLUS FROM OPERATIONS—Statement 3 (Note 3(a))	1,134,927	1,095,685
	<u>14,885,648</u>	<u>14,458,117</u>
	<u>\$ 15,072,545</u>	<u>\$ 14,561,250</u>

TRUST FUNDS (Note 3(c))

ASSETS

Marketable securities, at cost and market	\$ 1,013,731	\$ 1,641,686
Pooled pension trust fund, at market value	340,636	257,908
	<u>\$ 1,354,367</u>	<u>\$ 1,899,594</u>

LIABILITIES

National Museums of Canada grant (Note 7)	\$ 962,927	\$ 1,546,133
Employees' retirement annuity fund	340,636	257,908
Other trusts	50,804	95,553
	<u>\$ 1,354,367</u>	<u>\$ 1,899,594</u>

Signed on behalf of the Board:

D. S. HARKNESS, Chairman
ROSS P. ALGER, Treasurer

The accompanying notes are part of these financial statements.

Statement 2

GLENBOW-ALBERTA INSTITUTE

CONSOLIDATED STATEMENT OF CAPITAL CONTRIBUTIONS

FOR THE YEAR ENDED FEBRUARY 29, 1976

	1976	1975
CONTRIBUTIONS		
National Museums of Canada grant (Note 7)	\$ 188,119	\$ 28,471
Province of Alberta grant (Note 6)	193,500	—
The Devonian Group of Charitable Foundations	35,000	39,780
Other contributors	879	59,088
	<u>417,498</u>	<u>127,339</u>
REDUCTIONS		
Loss on disposal of equipment (Note 3(h))	26,687	759
Loss (gain) on disposal of endowment investments (Note 3(e))	2,522	(1,446)
	<u>29,209</u>	<u>(687)</u>
INCREASE IN CAPITAL CONTRIBUTIONS DURING YEAR	388,289	128,026
CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR	13,362,432	13,234,406
CAPITAL CONTRIBUTIONS, END OF YEAR—Statement 1	<u>\$ 13,750,721</u>	<u>\$ 13,362,432</u>

Statement 3

GLENBOW-ALBERTA INSTITUTE

CONSOLIDATED STATEMENT OF OPERATIONS AND SURPLUS

FOR THE YEAR ENDED FEBRUARY 29, 1976

	1976	1975
INCOME		
Investment income—endowment	\$ 661,391	\$ 658,742
—other	76,316	82,828
Province of Alberta—operating grant	135,000	135,000
—special grant (Note 6)	306,500	140,701
Gifts—The Devonian Group of Charitable Foundations	26,848	34,698
—Other donors	23,088	62,934
National Museums of Canada grant (Note 7)	489,144	210,512
Government of Canada, L.I.P. grant	9,959	22,873
Canada Council grant	7,000	27,783
Admissions and sales	59,435	65,648
Miscellaneous	10,345	13,205
Contribution of imputed rent, Province of Alberta (Note 8)	450,000	—
Contribution of imputed services, City of Calgary (Note 9)	177,000	—
	<u>2,432,026</u>	<u>1,454,924</u>
EXPENSES		
Cultural programs	873,151	805,266
Exhibition and moving expense related to new building	508,375	212,231
Administration and support services	237,389	203,464
Professional fees	39,227	27,428
Occupancy:		
Direct expenses	107,642	114,995
Imputed rent, Province of Alberta (Note 8)	450,000	—
Imputed services, City of Calgary (Note 9)	177,000	—
	<u>2,392,784</u>	<u>1,363,384</u>
NET OPERATING SURPLUS FOR THE YEAR	39,242	91,540
SURPLUS FROM OPERATIONS, BEGINNING OF YEAR	1,095,685	1,004,145
SURPLUS FROM OPERATIONS, END OF YEAR—Statement 1	<u>\$ 1,134,927</u>	<u>\$ 1,095,685</u>

GLENBOW-ALBERTA INSTITUTE
CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED FEBRUARY 29, 1976

	<u>1976</u>	<u>1975</u>
SOURCE OF FUNDS		
Net operating surplus for the year—Statement 3	\$ 39,242	\$ 91,540
Province of Alberta, special grant (Note 6)	193,500	—
National Museums of Canada grant (Note 7)	188,119	28,471
Capital contributions:		
The Devonian Group of Charitable Foundations	35,000	39,780
Other contributors	879	59,088
	<u>456,740</u>	<u>218,879</u>
USE OF FUNDS		
Purchase of collections	67,138	144,570
Purchase of furniture and equipment	271,785	116,950
	<u>338,923</u>	<u>261,520</u>
INCREASE (DECREASE) IN WORKING CAPITAL	117,817	(42,641)
WORKING CAPITAL, BEGINNING OF YEAR	950,515	993,156
WORKING CAPITAL, END OF YEAR	\$ 1,068,332	\$ 950,515
Working capital is represented by:		
Current assets—Statement 1	\$ 1,255,229	\$ 1,053,648
Less: Current liabilities—Statement 1	186,897	103,133
	<u>\$ 1,068,332</u>	<u>\$ 950,515</u>

GLENBOW-ALBERTA INSTITUTE
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FEBRUARY 29, 1976

Note 1 Incorporation

The Glenbow-Alberta Institute was incorporated in April, 1966 under the terms of The Glenbow-Alberta Institute Act, Chapter 35, Statutes of Alberta 1966.

Note 2 Consolidated Financial Statements

The consolidated financial statements of Glenbow-Alberta Institute include the accounts of its wholly-owned subsidiaries, which are Glenbow Foundation and Luxton Museum Ltd.

Note 3 Accounting Policies

In 1976 a number of accounting policies and practices of prior years were revised or modified in an attempt to simplify the Institute's financial statements and to make them more meaningful to the reader. The following policies were employed in the preparation of the attached financial statements:

(a) Format of Statements

A Statement of Capital Contributions (Statement 2) has been introduced for the first time in 1976. The purpose of this statement is to reflect changes in capital during the year. The capital of the Institute consists of its original \$10,000,000 endowment, plus the assets of the Glenbow Foundation contributed by the Eric Harvie family in 1966 at their recorded cost of \$3,033,145, together with other additions and reductions of a capital nature which have taken place over the intervening years. It will be noted that portions of the substantial contributions received in 1976 from the Government of Alberta and from the National Museums of Canada are designated as capital contributions on Statement 2; these contributions are intended to be used for the acquisition of capital assets, such as collections and furniture and equipment.

The Statement of Operations and Surplus (Statement 3) is essentially the same as the Statement of Income and Expenses of prior years. This statement, as its name implies, is intended to record only those items of income and expense of an operating nature, with a view to indicating the performance of the Institute in meeting its operating costs from its usual sources of income.

The Balance Sheet (Statement 1) has been revised in accordance with policies set out in sub-paragraphs (b), (c), (d), (e) and (f) below.

The Statement of Changes in Financial Position (Statement 4) is similar in format to the previous Statement of Source and Application of Funds.

(b) Reserves

In prior years the Institute created and maintained a number of reserve accounts for various purposes. As these were self-imposed segregations of surplus and capital, and as the objectives for which these reserves were established can be met in other simpler ways, the various reserve accounts have been closed out and their balances transferred to Capital Contributions or Surplus from Operations as appropriate (Note 5).

(c) Trust Funds

The Institute receives upon occasion certain funds which are designated by the donor for specific uses. As these funds are spent for the purposes for which they are intended, they are taken into the accounts of the Institute as operating income if the related expenditures are of an operating nature, and as a capital contribution if the related expenditures are of a capital nature. The Institute regards unexpended funds of this nature as trust funds, and they appear on Statement 1 as a separate trust balance sheet.

It is the Institute's policy to maintain these funds separately from its own funds over which it has unrestricted authority and control.

The Pooled Pension Trust Fund is a fund held by a trustee, The Canada Trust Company, for the payment of pensions to employees under the terms of the Institute's Retirement Annuity Plan.

(d) Endowment Investments

The Institute's initial endowment of \$10,000,000 is invested in marketable securities in accordance with the provisions of The Glenbow-Alberta Institute Act.

In prior years the recorded value of endowment investments has been included with other investments on the Institute's balance sheet under the heading Investments. In the accompanying balance sheet endowment investments are shown as a separate item entitled Endowment Investments. The recorded amount is the initial \$10,000,000 endowment, less \$100,000 used for purchase of capital assets, and adjusted for gains and losses on infrequent security sales and other minor charges and credits which have taken place over the years since inception.

(e) Losses on Sale of Marketable Securities

The traditional method of accounting for transactions in marketable securities is the "completed transaction" method whereby gains and losses arising on sales of securities are recognized at the time of sale. Under the "deferral" method gains and losses which arise when securities are sold are deferred and amortized over an arbitrary period or to the maturity of the original securities.

In the past the Institute has used the "deferral" method of accounting for losses on sale of securities. In these financial statements and for the future, the "completed transaction" method of accounting for gains and losses on the sale of securities has been adopted, principally for reasons of simplicity and materiality.

(f) Amortization of Bond and Debenture Discount

In the past the Institute has recorded as income the annual amortized increase in value of bonds and debentures purchased at a discount.

For reasons of simplicity and materiality, and because the increase in value of bonds and debentures as maturity date approaches is reflected in the market value of such securities (shown in parentheses on the balance sheet), the Institute has adopted the policy of carrying investments at cost, without amortizing discount. In accordance with this policy, accrued amortization of bond and debenture discount of \$177,837 as at February 28, 1975 has been reversed and does not appear in these financial statements.

(g) Collections

Collections are stated at the costs of items purchased by the Institute or its predecessor and affiliated organizations. Artifacts given to the Institute are not reflected in the financial statements of the Institute because accounting values have not been assigned to such gifts. The policy of according values for accounting purposes to artifacts which are given to the Institute is under review.

(h) Property and Equipment

Property and equipment are stated at cost. No provision for depreciation is made in the accounts. This treatment is consistent with the policy of prior years. When equipment items cease to be of value, they are written off by a charge to Capital Contributions.

Note 4 Comparative Data

For comparative purposes, the 1975 data have been restated where necessary to conform to the 1976 accounting presentation, as required by the changes in accounting policies set out in Note 3 above.

Note 5 Reconciliations of Equity Accounts

Because of the policy changes adopted by the Institute in 1976 as set out in Note 3 and the restatement of financial data referred to in Note 4, it is necessary to reconcile the opening balances of Capital Contributions and Surplus from Operations as at February 28, 1974 as published in the 1975 annual report with the opening balances which appear in these financial statements as at February 28, 1974.

These amounts are reconciled as follows:

	Capital Contributions	Surplus from Operations
Balances at February 28, 1974 as per 1975 Annual Report ..	\$ 11,304,489	\$ 2,392,880
Reclassify June 1, 1966 surplus of Glenbow Foundation		
as a capital contribution	1,450,375	(1,450,375)
Reclassify recorded deficit of Luxton Museums Ltd.,		
acquired in 1969, as being of a capital nature	(10,453)	10,453
Reclassify loss on disposal of endowment investments	(68,871)	68,871
Reclassify gain on sale of Banff and Calgary properties	233,866	(233,866)
Reverse amortization of bond discount recorded		
in previous years	—	(157,318)
Reinstate capital contributions and surplus from operations		
by reversing entries setting up various reserves in		
previous years (Note 3(b))	325,000	373,500
Balances at February 28, 1974 restated		
—Statement 2	\$ 13,234,406	
—Statement 3		\$ 1,004,145

Note 6 Special Grant from the Province of Alberta

On January 21, 1976 the Province of Alberta made a special grant to the Institute of \$500,000 for use in carrying out the objectives of the Institute for the fiscal year ended February 29, 1976.

This \$500,000 grant is reflected in the financial statements as follows:

Statement of Capital Contributions, Statement 2	\$ 193,500
Statement of Operations and Surplus, Statement 3	306,500
Total	\$ 500,000

Note 7 Special Grants from National Museums of Canada

Grants in the amount of \$1,730,800 were received from The National Museums of Canada by the Institute to cover the costs of moving from existing locations to the Institute's new building, as well as to cover the costs of preparing exhibitions in the new structure. Those portions of these grants to which the Institute is entitled are reflected in the attached financial statements as follows:

	1976	1975
Statement of Capital Contributions—Statement 2	\$ 188,119	\$ 28,471
Statement of Operations and Surplus—Statement 3	489,144	210,512
Total	<u>\$ 677,263</u>	<u>\$ 238,983</u>

The unused portion of these grants, together with interest earned thereon, is shown on the trust balance sheet (Statement 1) at \$962,927 as at February 29, 1976.

Note 8 Imputed Rent, Province of Alberta

The Institute leases the new Glenbow Centre from the Province of Alberta for the nominal amount of \$1 per year. The fair rental value of this structure is agreed to be \$75,000 per month. Inasmuch as normal occupancy of the new structure is deemed to have commenced on September 1, 1975, six months of imputed rent at \$75,000 per month, or \$450,000, appears as an income item in the Statement of Operations and Surplus, Statement 3, representing a contribution from the Province of Alberta. This same amount appears as an expense item on the same statement, representing the value of the use of the building to the Institute for the period.

Note 9 Imputed Services, City of Calgary

By agreement with the City of Calgary, the maintenance costs of the Glenbow Centre, consisting of janitorial services, repairs and utility expenses, are borne by the City of Calgary. The value of these services provided at no cost to the Institute by the City of Calgary for the six month period ended February 29, 1976 is \$177,000. This amount appears as a contribution from the City of Calgary in the operating income of the Institute on Statement 3, and an identical amount appears as an expense in the occupancy costs of the Institute.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Minister of Culture

I have examined the statement of revenue and expenditure of the Jubilee Auditoriums for the year ended March 31, 1976. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion this financial statement presents fairly the revenue and expenditure of the Auditoriums for the year ended March 31, 1976 on a basis consistent with that of the preceding year.

Edmonton, Alberta
August 30, 1976

C.A.
Provincial Auditor.

JUBILEE AUDITORIUMS
STATEMENT OF REVENUE AND EXPENDITURE
 FOR THE YEAR ENDED MARCH 31, 1976
 (with comparative figures)

	Southern Alberta Jubilee Auditorium		Northern Alberta Jubilee Auditorium	
	1976	1975	1976	1975
REVENUE				
Rentals	\$ 232,009	\$ 197,853	\$ 275,521	\$ 220,703
Ushers	10,486	8,868	8,850	6,940
Rental of equipment	6,293	3,290	5,762	4,023
Commissions	5,577	5,518	5,801	5,718
Catering	2,626	1,320	2,336	2,929
Sundry	644	29	3,059	1,820
	<u>257,635</u>	<u>216,878</u>	<u>301,329</u>	<u>242,133</u>
EXPENDITURE				
Salaries and wages	499,529	382,652	556,317	459,258
Maintenance and repairs	93,805	77,608	114,352	40,337
Power, fuel and water	58,360	52,261	64,981	68,379
Agreements for labor services	32,601	27,435	84,459	45,795
Employee benefits	14,846	11,225	16,208	13,586
Caretaking supplies	6,613	3,527	997	7,570
Fees and commissions	4,822	1,457	1,014	817
Travelling	4,594	4,125	1,635	3,090
Construction materials and supplies	4,135	11,924	18,901	12,984
Other materials and supplies	1,314	2,023	588	1,200
Rental of equipment	1,006	864	5,336	3,584
Freight and express	742	108	518	703
Telephone and telegraph	503	449	396	499
Printing and stationery	392	1,227	724	821
Depreciation, office equipment	254	119	327	149
Photography supplies	68	14	147	963
Taxes and insurance	—	903	135	864
Sundry	610	595	801	546
	<u>724,194</u>	<u>578,516</u>	<u>867,836</u>	<u>661,145</u>
Net cost to the Province	\$ <u>466,559</u>	\$ <u>361,638</u>	\$ <u>566,507</u>	\$ <u>419,012</u>

The accompanying notes are part of this financial statement.

JUBILEE AUDITORIUMS
NOTES TO THE FINANCIAL STATEMENT
 MARCH 31, 1976

Note 1 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Auditoriums are subject to controls on compensation paid to their employees as specified in The Anti-Inflation Act. The effective date of these controls is October 14, 1975.

Note 2 Comparative Figures

The 1975 comparative figures have been restated where necessary to conform to 1976 presentation.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Minister of Education

I have examined the balance sheet of the School Book Branch as at March 31, 1976 and the statement of operations and surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Branch as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 8, 1976

C.A.
Provincial Auditor.

SCHOOL BOOK BRANCH

Statement A

BALANCE SHEET

AS AT MARCH 31, 1976
(with comparative figures)

ASSETS

	<u>1976</u>	<u>1975</u>
Current:		
Cash	\$ 27,481	\$ —
Accounts receivable	254,593	165,756
Inventory	1,410,886	1,519,697
Prepaid expenses	10,048	15,514
	<u>1,703,008</u>	<u>1,700,967</u>
Fixed:		
Vehicles and equipment, at cost	56,336	49,688
Less: Accumulated depreciation	30,344	24,890
	<u>25,992</u>	<u>24,798</u>
	<u>\$ 1,729,000</u>	<u>\$ 1,725,765</u>

LIABILITIES

Current:		
Accounts payable	\$ 266,328	\$ 361,479
Provincial Treasurer's advance	1,447,440	1,382,094
Surplus, Statement B	15,232	(17,808)
	<u>\$ 1,729,000</u>	<u>\$ 1,725,765</u>

The accompanying notes are part of these financial statements.

Statement B

SCHOOL BOOK BRANCH
STATEMENT OF OPERATIONS AND SURPLUS

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Sales (Note 3)	\$ 4,597,295	\$ 3,919,307
Deduct: Cost of goods sold:		
Inventory at beginning of year	1,519,697	1,683,499
Purchases	3,788,430	3,207,712
Freight and duty	59,221	59,726
	<u>5,367,348</u>	<u>4,950,937</u>
Less: Inventory at end of year	1,410,886	1,519,697
	<u>3,956,462</u>	<u>3,431,240</u>
Gross profit	640,833	488,067
Expenses:		
Salaries and wages	528,478	424,730
Printing, office and warehouse supplies	28,664	23,478
Postage	22,123	17,381
Employee benefits	18,240	14,379
Freight, express and cartage on sales	15,639	15,397
Depreciation on vehicles and equipment	5,862	2,590
Rent	2,500	2,500
Vehicles	1,744	1,403
Travelling	1,374	2,219
Telephone and telegraph	494	342
Miscellaneous	483	1,456
	<u>625,601</u>	<u>505,875</u>
Net profit (loss) for the year	15,232	(17,808)
Deficit at beginning of year	(17,808)	(125,809)
	<u>(2,576)</u>	<u>(143,617)</u>
Contribution by the Province of Alberta	17,808	125,809
Surplus (deficit) at end of year	\$ 15,232	\$ (17,808)

SCHOOL BOOK BRANCH
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The School Book Branch operates under the authority of The Department of Education Act, Chapter 96, Revised Statutes of Alberta 1970.

Note 2 Accounting Policies

Inventory is valued at the lower of cost or estimated net realizable value which is determined on a first-in first-out basis.

Equipment is depreciated on a straight-line basis at the following rates:

Automobiles	1st year	25%
	2nd year	15%
	subsequent years	10%
Office equipment		10%

Note 3 Sales

Sales include \$427,700 (1974 \$400,340) contributed by the Province in respect to an additional discount allowed to school districts and divisions, counties and approved private schools under the text book rental plan in accordance with Order-in-Council 935/57 (as amended).

Note 4 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Branch is subject to controls on compensation paid to its employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR


AUDITOR'S REPORT

To the Minister
of Education

I have examined the balance sheet of the School Foundation Program Fund as at March 31, 1976 and the statement of revenue and disbursements for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion, except that grants payable have not been disclosed as referred to in Note 2, these financial statements present fairly the financial position of the Fund as at March 31, 1976 and its revenue and disbursements for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 16, 1976


C.A.
Provincial Auditor.

SCHOOL FOUNDATION PROGRAM FUND

Statement A

BALANCE SHEET

AS AT MARCH 31, 1976

(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Cash	\$ 1,198	\$ —
Deposits in trust with the Provincial Treasurer	1,355,618	927,436
Assessments and accounts receivable	43,895	131,174
	<u>\$ 1,400,711</u>	<u>\$ 1,058,610</u>
<u>LIABILITIES</u>		
Trust account:		
Balance at beginning of year	\$ 1,058,610	\$ 4,520,261
Add: Surplus (deficit) for the year, Statement B	342,101	(3,461,651)
	<u>\$ 1,400,711</u>	<u>\$ 1,058,610</u>

The accompanying notes are part of these financial statements.

SCHOOL FOUNDATION PROGRAM FUND

Statement B

STATEMENT OF REVENUE AND DISBURSEMENTS

FOR THE YEAR ENDED MARCH 31, 1976

(with comparative figures)

	1976	1975
<u>REVENUE</u>		
Contributions from municipalities on equalized assessment	\$ 53,694,001	\$ 64,377,204
Contributions from the Province of Alberta	371,951,400	304,700,000
	<u>425,645,401</u>	<u>369,077,204</u>
<u>DISBURSEMENTS</u>		
Grants to school authorities, net:		
In respect of 1970-71 year	4,740	—
In respect of 1971-72 year	4,598	24,592
In respect of 1972-73 year	4,456	20,444
In respect of 1973-74 year	3,655	365,389
In respect of 1974-75 year	1,503,776	372,083,764
In respect of 1975-76 year	423,746,449	—
	<u>425,267,674</u>	<u>372,494,189</u>
Refunds to municipalities of prior years' overpayments	—	12,648
	<u>425,267,674</u>	<u>372,506,837</u>
Excess of revenue over disbursements	377,727	(3,429,633)
Less: Provision for uncollectible assessments receivable	35,626	32,018
Surplus (deficit) for the year	<u>\$ 342,101</u>	<u>\$ (3,461,651)</u>

SCHOOL FOUNDATION PROGRAM FUND
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The School Foundation Program Fund operates under the authority of The School Act, Chapter 329, Revised Statutes of Alberta 1970.

Note 2 Accounting Policy

Grants payable as at March 31, 1976 are not reflected in these financial statements.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Board of Administrators of the
Teachers' Retirement Fund

I have examined the balance sheet of the Teachers' Retirement Fund as at August 31, 1975 and the statements of teachers' contributions and reserves for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Fund as at August 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
March 12, 1976



C.A.
Provincial Auditor.

TEACHERS' RETIREMENT FUND
BALANCE SHEET

AS AT AUGUST 31, 1975
(with comparative figures)

ASSETS

	<u>1975</u>	<u>1974</u>
Current assets:		
Accounts receivable (Note 2)	\$ 1,603,265	\$ 1,170,578
Accrued interest	1,840,958	1,563,256
Prepaid expenses	6,847	8,919
	<u>3,451,070</u>	<u>2,742,753</u>
Investments, at cost or amortized cost (Note 3)	119,266,563	107,534,725
Fixed assets:		
Office furniture and equipment, at cost	49,766	50,190
Less: Accumulated depreciation	27,386	25,762
	<u>22,380</u>	<u>24,428</u>
	<u>\$122,740,013</u>	<u>\$110,301,906</u>

LIABILITIES AND RETIREMENT FUND

Current liabilities:		
Bank overdraft	\$ 699,320	\$ 925,193
Accounts payable (Note 4)	559,132	614,531
	<u>1,258,452</u>	<u>1,539,724</u>
Retirement fund:		
Teachers' contributions, including interest, Statement B	98,074,583	86,041,259
Reserves, Statement C	23,406,978	22,720,923
	<u>121,481,561</u>	<u>108,762,182</u>
	<u>\$122,740,013</u>	<u>\$110,301,906</u>

The accompanying notes are part of these financial statements.

Statement B

TEACHERS' RETIREMENT FUND

STATEMENT OF TEACHERS' CONTRIBUTIONS, INCLUDING INTEREST

FOR THE YEAR ENDED AUGUST 31, 1975

(with comparative figures)

	Public School Teachers	Private School Teachers	1975 Total	1974 Total
Balance at beginning of year	\$ 85,933,430	\$ 107,829	\$ 86,041,259	\$ 77,063,615
Add:				
Contributions by teachers	14,455,928	33,961	14,489,889	11,940,254
Interest allocated to teachers' accounts	2,875,489	3,690	2,879,179	2,464,311
Accounts reinstated	22,318	40	22,358	45,554
	<u>17,353,735</u>	<u>37,691</u>	<u>17,391,426</u>	<u>14,450,119</u>
Deduct:				
Contributions of teachers pensioned during the year	3,214,128	—	3,214,128	3,637,329
Refunds to teachers and teachers' estates	1,981,573	2,375	1,983,948	1,734,563
Contributions in respect to teachers transferred to The Public Service Pension Act, net	82,196	—	82,196	44,508
Payments in lieu of short service annuities	21,216	—	21,216	26,328
Transfer to other teachers' pension plans	49,613	—	49,613	15,625
Contributions in respect to teachers transferred to the Superannuation Account of the Government of Canada, net	7,001	—	7,001	14,122
	<u>5,355,727</u>	<u>2,375</u>	<u>5,358,102</u>	<u>5,472,475</u>
Balance at end of year	\$ <u>97,931,438</u>	\$ <u>143,145</u>	\$ <u>98,074,583</u>	\$ <u>86,041,259</u>

Statement C

TEACHERS' RETIREMENT FUND STATEMENT OF RESERVES

FOR THE YEAR ENDED AUGUST 31, 1975
(with comparative figures)

	Province of Alberta	Teachers' Pension Reserve	Private School Teachers' Pension Reserve	Short Service Annuities Reserve	1975 Total	1974 Total
Balance at beginning of year	\$ —	\$ 22,467,917	\$ 222,247	\$ 30,759	\$ 22,720,923	\$ 20,751,255
Add:						
Contributions by the Province of Alberta	10,460,999	—	—	—	10,460,999	8,167,317
Fund earnings, Schedule 1	—	7,502,364	24,840	1,485	7,528,689	6,422,271
Contributions of teachers pensioned during the year ..	—	3,214,128	—	—	3,214,128	3,637,329
Contributions by teachers	50,320	196,992	—	—	247,312	230,790
Contributions by employers	81,243	—	44,859	—	126,102	108,865
Transfer from other teachers' pension plans	40,764	40,765	—	—	81,529	21,807
Other, net	—	13,317	—	—	13,317	—
	10,633,326	10,967,566	69,699	1,485	21,672,076	18,588,379
Deduct:						
Pension payments	10,401,116	7,273,241	1,486	—	17,675,843	13,707,847
Interest allocated to teachers' accounts	—	2,875,489	3,690	—	2,879,179	2,464,311
Administration expenses, Schedule 2	154,525	158,730	525	—	313,780	320,249
Payments in lieu of short service annuities	21,071	—	—	—	21,071	26,328
Teachers' accounts reinstated	—	22,318	40	—	22,358	45,554
Death benefit payments	—	13,600	—	—	13,600	21,100
Short service annuity payments	—	—	—	3,576	3,576	3,575
Contributions in respect to teachers transferred to the Superannuation Account of the Government of Canada, net	7,001 49,613	—	—	—	7,001 49,613	14,122 15,625
Transfer to other teachers' pension plans	10,633,326	10,343,378	5,741	3,576	20,986,021	16,618,711
	\$ —	\$ 23,092,105	\$ 286,205	\$ 28,668	\$ 23,406,978	\$ 22,720,923
Balance at end of year						

TEACHERS' RETIREMENT FUND

NOTES TO THE FINANCIAL STATEMENTS

AUGUST 31, 1975

Note 1 Authority

The Teachers' Retirement Fund is operated under the authority of The Teachers' Retirement Fund Act, Chapter 361, Revised Statutes of Alberta 1970.

Note 2 Accounts Receivable

Accounts receivable consist of the following:

	1975	1974
Province of Alberta	\$ 674,539	\$ 406,443
Contributions	853,763	670,405
Other	74,963	93,730
	<u>\$ 1,603,265</u>	<u>\$ 1,170,578</u>

Note 3 Investments

Investments are summarized hereunder:

	Approximate Market Value	Par Value	Cost or Amortized Cost
Bonds and debentures:			
Government of Canada, direct and guaranteed	\$ 22,996,350	\$ 25,115,000	\$ 24,561,717
Provincial issues, direct and guaranteed	27,649,746	34,021,500	32,787,933
Municipal	6,013,180	7,102,830	7,056,309
School divisions	174,596	195,570	194,581
Hospitals	157,794	198,000	198,147
Corporations	15,257,228	18,145,900	17,780,939
	<u>72,248,894</u>	<u>\$ 84,778,800</u>	<u>82,579,626</u>
Mortgages, guaranteed	* 15,695,051	<u>\$ 15,680,361</u>	15,695,051
Shares	20,729,959		18,541,886
Term deposits	2,450,000		2,450,000
1975 Totals	<u>\$111,123,904</u>		<u>\$119,266,563</u>
1974 Totals	<u>\$ 94,150,243</u>		<u>\$107,534,725</u>

* amortized cost

Note 4 Accounts Payable

Accounts payable consist of the following:

	1975	1974
Pensions	\$ 332,143	\$ 413,664
Investment purchases	49,000	22,660
Other	177,989	178,207
	<u>\$ 559,132</u>	<u>\$ 614,531</u>

Note 5 Actuarial Valuation

An actuarial valuation as at August 31, 1973 indicates that Fund assets together with future contributions from teachers of record at that date will be insufficient by an amount of \$374,329,000 to meet the combined liabilities with respect to those teachers already on pension. This amount is determined in the actuarial valuation as set out in the table hereunder:

<u>Section</u>	<u>Teachers'</u> <u>Fund</u>	<u>Government</u> <u>Fund</u>	<u>Combined</u> <u>Funds</u>
<u>1. Pensioners</u>			
Assets	\$ 22,266,000	\$ —	\$ 22,266,000
Liabilities	58,305,000	81,777,000	140,082,000
Deficit	36,039,000	81,777,000	117,816,000
<u>2. Active Lives</u>			
Assets (including future contributions) .	83,275,000	—	83,275,000
Liabilities	172,082,000	167,706,000	339,788,000
Deficit	88,807,000	167,706,000	256,513,000
Total deficit	\$124,846,000	\$249,483,000	\$374,329,000

The above actuarial valuation has not been amended to reflect the results of subsequent increases in pensions granted pursuant to Orders-in-Council effective January 1, 1974, January 1, 1975 and July 1, 1975.

Under the provisions of The Teachers' Retirement Fund Act, payment of all benefits is guaranteed by the Government of the Province of Alberta.

Note 6 Commitments

As at August 31, 1975, the Teachers' Retirement Fund had outstanding commitments for the acquisition of mortgages, shares and bonds amounting to \$6,599,394. The corresponding amount as at August 31, 1974 was \$5,379,385.

Note 7 Comparative Figures

The 1974 comparative figures have been restated where necessary to conform to 1975 presentation.

Schedule 1

TEACHERS' RETIREMENT FUND
SCHEDULE OF FUND EARNINGS
FOR THE YEAR ENDED AUGUST 31, 1975
 (with comparative figures)

Source	Interest and Dividends	Amortization of Discount (Premium), net	Profit (Loss) on Disposals, net	1975 Fund Earnings	1974 Fund Earnings
Bonds and debentures	\$ 5,443,994	\$ 233,272	\$ (48,945)	\$ 5,628,321	\$ 4,899,673
Mortgages	1,199,406	(551)	165	1,199,020	953,558
Shares	817,369	—	(209,753)	607,616	489,301
Short term deposits	93,732	—	—	93,732	79,739
	<u>\$ 7,554,501</u>	<u>\$ 232,721</u>	<u>\$ (258,533)</u>	<u>\$ 7,528,689</u>	<u>\$ 6,422,271</u>

Schedule 2

TEACHERS' RETIREMENT FUND
SCHEDULE OF ADMINISTRATION EXPENSES
FOR THE YEAR ENDED AUGUST 31, 1975
 (with comparative figures)

	1975	1974
Office salaries	\$ 140,811	\$ 124,974
Investment consultants	42,000	39,000
Management consultants	—	35,571
Bank charges	22,692	18,663
Audit fee	15,000	14,000
Office rental	13,930	13,206
Data processing and program maintenance	13,883	4,380
Stationery and supplies	12,696	10,108
Postage	7,231	5,150
Legal fees	5,217	1,920
Staff retirement plan	4,848	6,788
Depreciation of office equipment	4,162	4,160
Rental of office equipment	3,138	3,161
Microfilming	3,012	—
Actuaries fees	2,675	17,184
Telephone and telegraph	2,213	2,215
Unemployment insurance	2,052	1,674
Board expenses	1,968	2,874
Advertising	1,713	265
Canada Pension Plan contributions	1,576	1,349
Conferences	1,485	2,556
Group insurance	1,194	1,036
Office assistance salaries	1,139	4,787
Servicing of office equipment	993	1,015
Safety deposit box rental	900	900
Armoured car service	830	785
Travelling	755	396
Insurance	694	652
Medical retainer	518	555
Miscellaneous	4,455	925
	<u>\$ 313,780</u>	<u>\$ 320,249</u>



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Members of the
Alberta Petroleum Marketing Commission

I have examined the balance sheet of the Alberta Petroleum Marketing Commission as at December 31, 1975 and the statements of revenue and expenditure for the Operating Fund and the Petroleum Marketing Fund for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Commission as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles.

Edmonton, Alberta
April 21, 1976

C.A.
Provincial Auditor.

Statement A

ALBERTA PETROLEUM MARKETING COMMISSION
BALANCE SHEET

AS AT DECEMBER 31, 1975

ASSETS

Operating Fund:	
Current:	
Cash	\$ 79,836
Prepaid expenses	6,637
	<hr/>
	86,473
Fixed:	
Furniture and equipment, at cost	81,603
	<hr/>
	168,076
	<hr/>
Petroleum Marketing Fund:	
Cash	766,034
Short term deposits	150,000
Accounts receivable (Note 2)	246,557,196
	<hr/>
	247,473,230
	<hr/>
	\$247,641,306
	<hr/> <hr/>

LIABILITIES

Operating Fund:	
Current:	
Accounts payable	\$ 10,447
Deferred revenue (Note 3)	76,026
	<hr/>
	86,473
Capital surplus arising from furniture and equipment provided from income	81,603
	<hr/>
	168,076
	<hr/>
Petroleum Marketing Fund:	
Accounts payable to lessees	150,490,509
Crown royalty payable	96,982,721
	<hr/>
	247,473,230
	<hr/>
	\$247,641,306
	<hr/> <hr/>

The accompanying notes are part of these financial statements.

Statement B

ALBERTA PETROLEUM MARKETING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE
OPERATING FUND

FOR THE YEAR ENDED DECEMBER 31, 1975

Revenue:	
Contributions by the Province of Alberta (Note 3)	\$ 998,968
Interest earnings	14,324
	<hr/>
	1,013,292
Expenditure:	
Salaries and wages	580,033
Rental, premises	84,351
Technical studies	71,338
Employee benefits	44,088
Furniture and equipment	42,826
Travel and business meetings	42,682
Printing, stationery and office supplies	30,506
Consultants, personnel	22,656
Legal fees	20,793
Leasehold improvements	20,237
Rental, office equipment and furnishings	12,641
Library publications and periodicals	9,713
Advertising	9,406
Telephone	8,898
Postage and freight	5,075
Insurance	3,203
Equipment maintenance	1,273
Miscellaneous	3,573
	<hr/>
	1,013,292
Excess of revenue over expenditure	<hr/> <hr/> \$ —

Statement C

ALBERTA PETROLEUM MARKETING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE
PETROLEUM MARKETING FUND

FOR THE YEAR ENDED DECEMBER 31, 1975

Revenue:	
Sale of petroleum delivered from Crown leases	\$2,559,294,430
Expenditure:	
Lessees' share of sale proceeds	1,596,907,204
Petroleum royalty	962,387,226
	<hr/>
	2,559,294,430
Excess of revenue over expenditure	<hr/> <hr/> \$ —

ALBERTA PETROLEUM MARKETING COMMISSION

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Alberta Petroleum Marketing Commission operates under the authority of The Petroleum Marketing Act, Chapter 96, Statutes of Alberta 1973.

Note 2 Petroleum Marketing Fund Accounts Receivable

Petroleum Marketing Fund accounts receivable consist of the following:

Purchasers of December 1975 Crown lease petroleum deliveries	\$246,578,034
Less: Prior months' adjustments, net	20,838
	<u>\$246,557,196</u>

Note 3 Deferred Revenue

The unexpended portion of contributions received from the Province of Alberta has been deferred to cover operating costs for the period to March 31, 1976. Contributions by the Province are based on a yearly budget for the period April 1 to March 31.

Note 4 Change in Operations

Prior to December 1, 1974 only petroleum royalty payments were collected on behalf of the Province of Alberta. These transactions were disclosed in the December 31, 1974 financial statements of the Commission on a cash basis. Effective December 1, 1974 the Commission began collecting gross revenue from the sale of petroleum delivered from Crown leases and disbursed such funds to the Province and to the lessees according to their respective entitlements. These transactions are reflected in the financial statements to December 31, 1975 on an accrual basis.

As a result of the conversion from a cash to an accrual basis of statement presentation, the following transactions pertaining to December 1974 but not effected until January 1975 were not reflected in either years' statements:

Revenue:	
Sale of petroleum delivered from Crown leases	\$226,149,073
Expenditure:	
Lessees' share of sale proceeds	\$135,172,403
Petroleum royalty	90,976,670
	<u>\$226,149,073</u>

In addition to the above, certain additional royalty collections applicable to 1974 were effected and remitted to the Province in 1975 but are not included in these financial statements.

Note 5 Comparative Figures

Due to the change in operations described in Note 4 comparative figures have not been presented.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Council of the
Forest Development Research Trust Fund

I have examined the balance sheet of the Forest Development Research Trust Fund as at March 31, 1976 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Fund as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles.

Edmonton, Alberta
July 29, 1976

C.A.
Provincial Auditor.

FOREST DEVELOPMENT RESEARCH TRUST FUND

Statement A

BALANCE SHEET

AS AT MARCH 31, 1976
(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Current:		
Deposits held in trust by Provincial Treasurer	\$ 36,176	\$ 49,981
Accounts receivable	5,513	19
	<u>\$ 41,689</u>	<u>\$ 50,000</u>
<u>LIABILITIES</u>		
Current:		
Research grants payable	\$ 20,547	\$ —
Unexpended funds, Statement B	21,142	50,000
	<u>\$ 41,689</u>	<u>\$ 50,000</u>

The accompanying note is part of these financial statements.

FOREST DEVELOPMENT RESEARCH TRUST FUND

Statement B

STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
<u>REVENUE</u>		
Contribution by the Province of Alberta	\$ 50,000	\$ 50,000
<u>EXPENDITURE</u>		
Research grants	78,858	—
Excess of revenue over expenditure	(28,858)	50,000
Unexpended funds at beginning of year	50,000	—
Unexpended funds at end of year	<u>\$ 21,142</u>	<u>\$ 50,000</u>

FOREST DEVELOPMENT RESEARCH TRUST FUND

NOTE TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Forest Development Research Trust Fund operates under the authority of The Forest Development Research Trust Fund Act, Chapter 29, Statutes of Alberta 1974.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Members of the
Alberta Petroleum Marketing Commission

I have examined the balance sheet of the Natural Gas Pricing Agreement Act Fund as at March 31, 1976 and the statement of revenue and expenditure for the five months then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Fund as at March 31, 1976 and the results of its operations for the five months then ended, in accordance with generally accepted accounting principles.

Edmonton, Alberta
September 10, 1976

C.A.
Provincial Auditor.

NATURAL GAS PRICING AGREEMENT ACT FUND
BALANCE SHEET
AS AT MARCH 31, 1976

Statement A

ASSETS

Cash	\$ 69,743
Short term deposits	3,700,000
Accounts receivable (Note 2)	45,183,071
	<u>\$ 48,952,814</u>

LIABILITIES

Price adjustments payable	<u>\$ 48,952,814</u>
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The accompanying notes are part of these financial statements.

Statement B

NATURAL GAS PRICING AGREEMENT ACT FUND
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE FIVE MONTHS ENDED MARCH 31, 1976

Revenue:		
Natural gas sales		\$904,159,726
Interest earnings		57,272
		<u>904,216,998</u>
Expenditure:		
Natural gas purchases		680,643,298
Price adjustments		223,573,700
		<u>904,216,998</u>
Excess of revenue over expenditure	\$	<u><u>—</u></u>

NATURAL GAS PRICING AGREEMENT ACT FUND
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Natural Gas Pricing Agreement Act Fund operates under the authority of The Natural Gas Pricing Agreement Act, Chapter 38, Statutes of Alberta 1975 which deemed the Fund to have been in force at all times on and after November 1, 1975. Administration of the Fund has been delegated to the Alberta Petroleum Marketing Commission by the Minister of Energy and Natural Resources.

Note 2 Accounts Receivable

Accounts receivable consist of net proceeds from March, 1976 natural gas sales.



OFFICE OF THE PROVINCIAL AUDITOR

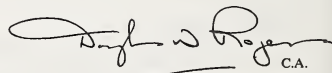
AUDITOR'S REPORT

To the Members of the
Alberta Oil Sands Technology
and Research Authority

I have examined the balance sheet of the Alberta Oil Sands Technology and Research Authority as at March 31, 1976 and the statements of capital surplus, revenue and expenditure, administrative operations, revenue, expenditure and unexpended funds, Oil Sands Technology and Research Fund for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Authority as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles.

Edmonton, Alberta
September 10, 1976


C.A.
Provincial Auditor.

Statement A

ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY

BALANCE SHEET

AS AT MARCH 31, 1976

ASSETS

Current:		
Cash		\$ 220,497
Fixed:		
Office equipment, at cost	\$ 31,461	
Less: Accumulated depreciation	3,146	
		<u>28,315</u>
		<u><u>\$ 248,812</u></u>

LIABILITIES

Current:		
Accounts payable		\$ 76,307
Capital surplus, Statement B		28,315
Unexpended funds, Statement D		144,190
		<u><u>\$ 248,812</u></u>

The accompanying notes are part of these financial statements.

Statement B

ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
 STATEMENT OF CAPITAL SURPLUS
 FOR THE YEAR ENDED MARCH 31, 1976

Furniture and equipment purchased from operations	\$ 31,461
Less: Depreciation for the year	3,146
Balance at end of year	<u>\$ 28,315</u>

Statement C

ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
 STATEMENT OF REVENUE AND EXPENDITURE
 ADMINISTRATIVE OPERATIONS
 FOR THE YEAR ENDED MARCH 31, 1976

REVENUE

Contributions by the Province of Alberta	<u>\$ 374,972</u>
--	-------------------

EXPENDITURE

Fees and commissions	176,498
Salaries and wages	108,906
Furniture and equipment purchases	31,461
Travelling and entertainment	20,604
Agreements for labour services	14,700
Freight and express	6,028
Employee benefits	4,470
Materials and supplies	4,065
Advertising	3,135
Equipment rental	2,173
Telephone and telegraph	2,112
Postage	694
Equipment maintenance	126
	<u>374,972</u>
Excess of revenue over expenditure	<u>\$ —</u>

Statement D

ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
STATEMENT OF REVENUE, EXPENDITURE AND UNEXPENDED FUNDS
OIL SANDS TECHNOLOGY AND RESEARCH FUND
FOR THE YEAR ENDED MARCH 31, 1976

REVENUE

Contributions by the Province of Alberta (Note 2)	\$ 2,318,780
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EXPENDITURE

Oil sands research centre	1,400,000
Bitumen upgrading research	574,590
Oil sands information centre	200,000
	2,174,590
Excess of revenue over expenditure	\$ 144,190
Unexpended funds at end of year	\$ 144,190

ALBERTA OIL SANDS TECHNOLOGY AND RESEARCH AUTHORITY
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Alberta Oil Sands Technology and Research Authority operates under the authority of The Oil Sands Technology and Research Authority Act, Chapter 49, Statutes of Alberta 1974.

Note 2 Contributions by the Province of Alberta

At at March 31, 1976 amounts totalling \$2,318,780 had been transferred by the Provincial Treasurer to the Oil Sands Technology and Research Fund. Section 19 of The Oil Sands Technology and Research Authority Act provides for transfers of advances not to exceed \$100,000,000. The total funds expended and committed to March 31, 1976 are summarized as follows:

Expenditure to March 31, 1976, Statement D	\$ 2,174,590
Additional amounts committed for approved projects	
as at March 31, 1976	3,023,759
	\$ 5,198,349

Note 3 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Authority is subject to controls on compensation paid to its employees as specified in The Anti-Inflation Act. The effective date of these controls is October 14, 1975.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Board of Trustees of the
Alberta Environmental Research Trust

I have examined the balance sheet of the Alberta Environmental Research Trust as at December 31, 1975 and the statement of revenue, expenditure and unexpended funds for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Trust as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
January 13, 1976

C.A.
Provincial Auditor.

ALBERTA ENVIRONMENTAL RESEARCH TRUST

Statement A

BALANCE SHEET

AS AT DECEMBER 31, 1975
(with comparative figures)

	<u>ASSETS</u>	
	1975	1974
Current assets:		
Cash	\$ 4,191	\$ 7,952
Deposits in trust with the Province of Alberta	162,162	263,317
Accounts receivable	81	—
	<u>\$ 166,434</u>	<u>\$ 271,269</u>
	<u>LIABILITIES</u>	
Current liabilities:		
Research grants payable	\$ 57,951	\$ 143,021
Accounts payable	328	—
	<u>58,279</u>	<u>143,021</u>
Unexpended funds, Statement B	108,155	128,248
	<u>\$ 166,434</u>	<u>\$ 271,269</u>

The accompanying note is part of these financial statements.

ALBERTA ENVIRONMENTAL RESEARCH TRUST
STATEMENT OF REVENUE, EXPENDITURE AND
UNEXPENDED FUNDS

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

<u>REVENUE</u>		1975	1974
Grants and donations:			
Province of Alberta	\$	225,000	\$ 218,100
Other		1,550	10,900
		<u>226,550</u>	<u>229,000</u>
Interest income		20,549	25,312
		<u>247,099</u>	<u>254,312</u>
<u>EXPENDITURE</u>			
Research grants		237,651	284,201
Salaries and employee benefits		20,851	7,774
Printing and office supplies		5,078	2,584
Travel and entertainment		1,956	—
Honoraria		1,300	3,400
Miscellaneous		356	414
		<u>267,192</u>	<u>298,373</u>
Excess of revenue over expenditure		(20,093)	(44,061)
Unexpended funds at beginning of year		128,248	172,309
Unexpended funds at end of year	\$	<u>108,155</u>	\$ <u>128,248</u>

ALBERTA ENVIRONMENTAL RESEARCH TRUST
NOTE TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Alberta Environmental Research Trust operates under the authority of The Alberta Environmental Research Trust Act, Chapter 31, Statutes of Alberta 1971.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Members of the Environment
Conservation Authority

I have examined the balance sheet of the Environment Conservation Authority as at March 31, 1976 and the statements of capital surplus and operations and operating surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Authority as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
June 28, 1976

C.A.
Provincial Auditor.

ENVIRONMENT CONSERVATION AUTHORITY

Statement A

BALANCE SHEET

AS AT MARCH 31, 1976
(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Current assets:		
Cash	\$ 13,306	\$ 29,381
Accounts receivable	220	221
	<u>13,526</u>	<u>29,602</u>
Fixed assets:		
Office equipment, at cost	65,304	49,733
Less: Accumulated depreciation	17,605	11,177
	<u>47,699</u>	<u>38,556</u>
	<u>\$ 61,225</u>	<u>\$ 68,158</u>
<u>LIABILITIES AND SURPLUS</u>		
Current liabilities:		
Accounts payable	\$ 23,363	\$ 39,232
Surplus:		
Capital, Statement B	47,699	38,556
Operating, Statement C	(9,837)	(9,630)
	<u>37,862</u>	<u>28,926</u>
	<u>\$ 61,225</u>	<u>\$ 68,158</u>

The accompanying notes are part of these financial statements.

ENVIRONMENT CONSERVATION AUTHORITY

Statement B

STATEMENT OF CAPITAL SURPLUS

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Balance at beginning of year	\$ 38,556	\$ 20,159
Add: Office equipment purchased from operations	16,199	24,037
	<u>54,755</u>	<u>44,196</u>
Less: Depreciation for the year	6,531	4,973
Disposals during the year	525	667
	<u>7,056</u>	<u>5,640</u>
Balance at end of year	<u>\$ 47,699</u>	<u>\$ 38,556</u>

Statement C

ENVIRONMENT CONSERVATION AUTHORITY
STATEMENT OF OPERATIONS AND OPERATING SURPLUS

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Revenue:		
Contributions by the Province of Alberta	\$ 732,954	\$ 564,668
Occupancy contribution by the Province of Alberta	53,136	33,184
Miscellaneous	1,677	1,579
	<u>787,767</u>	<u>599,431</u>
Expenditure:		
Salaries	315,045	237,940
Printing	103,791	88,646
Travelling	73,465	41,788
Occupancy	53,136	33,184
Fees and commissions	50,059	30,481
Wages	48,802	44,354
Equipment rental	27,546	23,204
Advertising	26,667	29,656
Materials and supplies	21,377	16,121
Library	16,998	5,061
Equipment purchases	16,199	24,037
Stationery, office supplies and postage	14,890	18,106
Employee benefits	9,761	6,961
Telephone	7,478	2,695
Miscellaneous	1,583	1,121
	<u>786,797</u>	<u>603,355</u>
Excess of revenue over expenditure	970	(3,924)
Deduct: Operating deficit at beginning of year	9,630	3,763
	(8,660)	(7,687)
Remittances to the Province of Alberta	1,177	1,943
Operating deficit at end of year	<u>\$ 9,837</u>	<u>\$ 9,630</u>

ENVIRONMENT CONSERVATION AUTHORITY
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Environment Conservation Authority operates under the authority of The Environment Conservation Act, Chapter 125, Revised Statutes of Alberta 1970.

Note 2 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Commission is subject to controls on compensation paid to its employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.



OFFICE OF THE PROVINCIAL AUDITOR

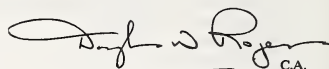
AUDITOR'S REPORT

To the Minister of the Environment

I have examined the balance sheet of the Water Resources Stock Advance as at March 31, 1976 and the statement of operations and surplus for the period then ended. My examination included a general review of the accounting procedures and such tests of the accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the position of the Advance as at March 31, 1976 and the results of its operations for the period then ended, in accordance with generally accepted accounting principles.

Edmonton, Alberta
August 10, 1976


C.A.
Provincial Auditor.

WATER RESOURCES STOCK ADVANCE

Statement A

BALANCE SHEET

AS AT MARCH 31, 1976

ASSETS

Current:

Accounts receivable	\$ 1,877,756
Materials, at cost	57,780
	<u>\$ 1,935,536</u>

LIABILITIES

Current:

Accounts payable	\$ 396,994
Provincial Treasurer's advance (Note 2)	1,525,997
Surplus, Statement B	12,545
	<u>\$ 1,935,536</u>

The accompanying notes are part of these financial statements.

Statement B

WATER RESOURCES STOCK ADVANCE
STATEMENT OF OPERATIONS AND SURPLUS
FOR THE PERIOD FEBRUARY 11, TO MARCH 31, 1976

Sales		\$ 1,877,756
Deduct: Cost of goods sold:		
Purchases	\$ 1,922,780	
Less: Inventory at end of period	57,780	
		<u>1,865,000</u>
Gross profit		12,756
Expenses:		
Office supplies		<u>211</u>
Surplus at end of period		<u>\$ 12,545</u>

WATER RESOURCES STOCK ADVANCE
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

- Note 1 Authority
The Water Resources Stock Advance operates under the authority of the amendment to The Water Resources Act, Chapter 113, Statutes of Alberta 1971.
- Note 2 Provincial Treasurer's Advance
In accordance with Order-in-Council 431/75 the net amount of the advances shall not exceed \$5,000,000.

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

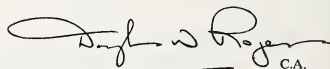
AUDITOR'S REPORT

To the Members of the Energy
Resources Conservation Board

I have examined the balance sheet of the Energy Resources Conservation Board as at March 31, 1976 and the statements of revenue and expenditure oil and gas related operations, coal related operations and hydro and electric energy related operations for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Board as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
September 10, 1976


C.A.
Provincial Auditor.

ENERGY RESOURCES CONSERVATION BOARD

Statement A

BALANCE SHEET

AS AT MARCH 31, 1976

(with comparative figures)

<u>ASSETS</u>		<u>1976</u>	<u>1975</u>
Current:			
Cash	\$	2,152	\$ 1,998
Accounts receivable:			
Province of Alberta, net		596,382	327,624
Uncollected taxes and penalties		37,120	21,007
Sundry		171,465	123,098
Accrued interest receivable		1,363	262
Prepaid expenses		150	911
		<u>808,632</u>	<u>474,900</u>
Fixed, at cost:			
Automobiles		357,658	275,981
Equipment		829,968	702,370
		<u>1,187,626</u>	<u>978,351</u>
	\$	<u>1,996,258</u>	<u>\$ 1,453,251</u>
<u>LIABILITIES</u>			
Current:			
Bank overdraft	\$	160,809	\$ 164,005
Accounts payable		309,390	160,676
		<u>470,199</u>	<u>324,681</u>
Capital surplus, arising from acquirement of equipment, net		<u>1,187,626</u>	<u>978,351</u>
Surplus:			
Balance at beginning of year		150,219	133,049
Add:			
Deficit recovery from Province of Alberta		110,000	93,184
Surplus (deficit) for the year:			
Oil and gas related operations, Statement B		57,821	52,945
Coal related operations, Statement C		(42,403)	(95,477)
Hydro and electric energy related operations, Statement D		62,796	(33,482)
Balance at end of year		<u>338,433</u>	<u>150,219</u>
	\$	<u>1,996,258</u>	<u>\$ 1,453,251</u>

The accompanying note is part of these financial statements.

ENERGY RESOURCES CONSERVATION BOARD
STATEMENT OF REVENUE AND EXPENDITURE—OIL AND
GAS RELATED OPERATIONS

FOR THE YEAR ENDED MARCH 31, 1976

(with comparative figures)

	1976	1975
Revenue:		
Tax levy	\$ 3,720,062	\$ 3,150,793
Penalties	450	146
	<u>3,720,512</u>	<u>3,150,939</u>
Expenditure:		
Capital expenditure for equipment, net	254,114	169,613
Salaries and employee benefits	6,036,625	4,954,877
Building rent and maintenance	370,802	252,752
Travelling and subsistence, including automobile expense, net	304,694	268,260
Office machine and equipment rental	303,924	263,051
Printing, stationery and office supplies	256,546	225,835
Well abandonment program	106,730	74,126
Core storage centre expense	60,487	65,104
Telephone and telegraph	58,135	75,138
Courses, memberships and convention fees	54,872	50,122
Staff transfer moving expenses	42,247	69,652
Equipment maintenance and repairs	30,933	29,111
Postage	30,229	31,032
Insurance	21,817	13,624
Publications and periodicals	21,787	16,996
Professional fees	19,672	13,292
Board hearings	15,425	11,058
Advertisements	14,975	27,194
Sundry	55,989	41,230
	<u>8,060,003</u>	<u>6,652,067</u>
Deduct: Miscellaneous revenue, Schedule 1	947,312	749,073
Net expenditure for the year	7,112,691	5,902,994
Deduct: Charged to Province of Alberta	3,450,000	2,805,000
	<u>3,662,691</u>	<u>3,097,994</u>
Surplus for the year	<u>\$ 57,821</u>	<u>\$ 52,945</u>

Statement C

ENERGY RESOURCES CONSERVATION BOARD
STATEMENT OF REVENUE AND EXPENDITURE—COAL
RELATED OPERATIONS

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Expenditure:		
Capital expenditure for equipment, net	\$ 21,309	\$ 13,570
Salaries and employee benefits	527,442	423,945
Travelling and subsistence, including automobile expense, net	56,699	49,780
Printing, stationery and office supplies	36,154	21,239
Staff transfer moving expenses	15,784	5,500
Office machine and equipment rental	14,554	11,301
Advertisements	9,856	6,987
Building rent and maintenance	9,265	7,069
Telephone and telegraph	4,158	4,088
Professional fees	4,119	3,372
Courses, memberships and convention fees	3,972	4,802
Well abandonment program	3,873	—
Publications and periodicals	1,702	1,983
Postage	1,573	1,617
Insurance	1,343	820
Equipment maintenance and repairs	835	703
Board hearings	480	352
Core storage centre expense	39	39
Sundry	3,115	2,100
	<u>716,272</u>	<u>559,267</u>
Deduct: Miscellaneous revenue:		
Sale of publications and periodicals	17,929	9,862
Sundry	5,940	3,928
	<u>23,869</u>	<u>13,790</u>
Net expenditure for the year	692,403	545,477
Deduct: Charged to Province of Alberta	650,000	450,000
Deficit for the year	<u>\$ 42,403</u>	<u>\$ 95,477</u>

ENERGY RESOURCES CONSERVATION BOARD
STATEMENT OF REVENUE AND EXPENDITURE—HYDRO
AND ELECTRIC ENERGY RELATED OPERATIONS

FOR THE YEAR ENDED MARCH 31, 1976

(with comparative figures)

	1976	1975
Expenditure:		
Capital expenditure for equipment, net	\$ 6,249	\$ 1,677
Salaries and employee benefits	314,094	272,540
Office machine and equipment rental	15,433	16,827
Printing, stationery and office supplies	12,624	11,016
Travelling and subsistence, including automobile expense, net	12,563	6,533
Building, rent and maintenance	9,265	7,069
Courses, memberships and convention fees	5,431	2,720
Board hearings	3,565	4,324
Advertisements	3,347	2,067
Staff transfer moving expenses	1,765	143
Postage	1,573	1,617
Publications and periodicals	492	722
Equipment maintenance and repairs	369	556
Telephone and telegraph	275	796
Professional fees	270	235
Insurance	161	67
Sundry	2,467	1,790
	<u>389,943</u>	<u>330,699</u>
Deduct: Miscellaneous revenue:		
Sale of publications and maps	2,739	2,217
	<u>387,204</u>	<u>328,482</u>
Net expenditure for the year	387,204	328,482
Deduct: Charged to Province of Alberta	450,000	295,000
	<u>62,796</u>	<u>(33,482)</u>
Surplus (deficit) for the year	\$ 62,796	\$ (33,482)

ENERGY RESOURCES CONSERVATION BOARD
NOTE TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Energy Resources Conservation Board operates under the authority of The Energy Resources Conservation Act, Chapter 30, Statutes of Alberta 1971.

Schedule 1

ENERGY RESOURCES CONSERVATION BOARD
SCHEDULE OF MISCELLANEOUS REVENUE—OIL AND GAS
RELATED OPERATIONS

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Drilling licenses	\$ 426,200	\$ 384,575
Sale of publications and maps	155,913	113,277
Pipeline revenue	138,880	73,805
Core storage centre revenue	85,960	80,513
Information fees	52,576	43,818
Magnetic tape data	30,317	15,843
Transfer fees	17,550	12,955
Bank interest	12,588	3,455
Change of well name fees	5,900	6,200
Change of licensee name fees	2,275	3,470
Research samples	1,765	—
Sundry	17,388	11,162
	<u>\$ 947,312</u>	<u>\$ 749,073</u>



OFFICE OF THE PROVINCIAL AUDITOR

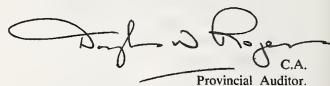
AUDITOR'S REPORT

To the Minister
of Government Services

I have examined the balance sheet of the Government Services Stock Advance as at March 31, 1976 and the statement of operations and surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Stock Advance as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 20, 1976


C.A.
Provincial Auditor.

GOVERNMENT SERVICES STOCK ADVANCE
BALANCE SHEET

Statement A

AS AT MARCH 31, 1976
(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Current:		
Accounts receivable	\$ 2,144,126	\$ 2,033,147
Materials and supplies on hand, at cost	1,712,639	1,261,902
Prepaid expenses	13,193	7,502
	<u>3,869,958</u>	<u>3,302,551</u>
Equipment, at cost	2,017,148	1,232,658
Less: Accumulated depreciation	792,993	609,630
	<u>1,224,155</u>	<u>623,028</u>
	<u>\$ 5,094,113</u>	<u>\$ 3,925,579</u>
<u>LIABILITIES</u>		
Current:		
Accounts payable	\$ 1,112,997	\$ 1,375,451
Provincial Treasurer's advance	3,980,578	2,433,271
Surplus, Statement B	538	116,857
	<u>\$ 5,094,113</u>	<u>\$ 3,925,579</u>

The accompanying notes are part of these financial statements.

Statement B

**GOVERNMENT SERVICES STOCK ADVANCE
STATEMENT OF OPERATIONS AND SURPLUS**

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Profit on material and shop sales:		
Material and shop sales	\$ 7,534,948	\$ 4,899,759
Less: Cost of sales and shop expense	7,550,696	4,861,440
	<u>(15,748)</u>	<u>38,319</u>
Profit arising from operation of equipment:		
Rentals	1,047,102	695,768
Profit on sale of equipment	3,966	10,009
	<u>1,051,068</u>	<u>705,777</u>
Less:		
Maintenance	567,115	334,758
Salaries	232,331	155,058
Depreciation	225,969	129,713
Miscellaneous	9,367	7,710
	<u>1,034,782</u>	<u>627,239</u>
	<u>16,286</u>	<u>78,538</u>
Net profit for the year	538	116,857
Surplus at beginning of year	116,857	68,274
	<u>117,395</u>	<u>185,131</u>
Less: Remitted to Provincial Treasurer	116,857	68,274
Surplus at end of year	<u>\$ 538</u>	<u>\$ 116,857</u>

**GOVERNMENT SERVICES STOCK ADVANCE
NOTES TO THE FINANCIAL STATEMENTS**

MARCH 31, 1976

Note 1 Authority

Government Services Stock Advance operates under the authority of The Department of Government Services Act, Chapter 11, Statutes of Alberta 1975.

Note 2 Accounting Policy

Depreciation is calculated on a straight-line basis using rates based on the estimated useful lives of the assets.

Note 3 Transfer of Operations

Effective April 1, 1975 the administration of those sections of The Department of Public Works Act which provided for the Public Works Stock Advance were transferred from the Minister of Public Works to the Minister of Government Services.

Pursuant to The Department of Government Services Act, Chapter 11, Statutes of Alberta 1975 The Department of Public Works Act was repealed and the Government Services Stock Advance was established. The effective date of this legislation was June 25, 1975.

Note 4 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Stock Advance is subject to controls on compensation paid to its employees as specified in The Anti-Inflation Act. The effective date of these controls is October 14, 1975.

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Minister of
Government Services

I have examined the balance sheet of the Queen's Printer's Advance as at March 31, 1976 and the statement of operations and surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Advance as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 21, 1976

A handwritten signature in dark ink, appearing to read "D. W. Brown".

C.A.
Provincial Auditor.

Statement A

QUEEN'S PRINTER'S ADVANCE

BALANCE SHEET

AS AT MARCH 31, 1976
(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Current:		
Accounts receivable	\$ 2,233,753	\$ 1,860,941
Stock on hand	170,005	247,305
Work in process	29,446	—
Prepaid expenses	18,103	—
	<u>2,451,307</u>	<u>2,108,246</u>
Fixed:		
Equipment, at cost:		
Office and general	17,522	12,916
Printing and mimeographing	540,536	299,319
	<u>558,058</u>	<u>312,235</u>
Less: Accumulated depreciation	210,907	188,176
	<u>347,151</u>	<u>124,059</u>
	<u>\$ 2,798,458</u>	<u>\$ 2,232,305</u>
<u>LIABILITIES</u>		
Current:		
Accounts payable	\$ 1,537,993	\$ 605,922
Sales tax payable	19,727	4,076
	<u>1,557,720</u>	<u>609,998</u>
Provincial Treasurer's advance	1,118,235	1,631,380
Surplus (deficit), Statement B	122,503	(9,073)
	<u>\$ 2,798,458</u>	<u>\$ 2,232,305</u>

The accompanying notes are part of these financial statements.

Statement B

QUEEN'S PRINTER'S ADVANCE
STATEMENT OF OPERATIONS AND SURPLUS

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Sales:		
Printing and duplicating	\$ 6,824,656	\$ 4,912,376
Stationery and office supplies (Note 3)	—	844,678
Acts	92,954	87,070
	<u>6,917,610</u>	<u>5,844,124</u>
Deduct: Cost of goods sold:		
Inventory at beginning of year	247,305	414,393
Add: Purchases:		
Printing and duplicating	5,753,509	4,192,076
Stationery and office supplies	—	902,475
Acts	70,301	76,667
	<u>6,071,115</u>	<u>5,585,611</u>
Less:		
Inventory at end of year	170,005	247,305
Inventory transferred (Note 2)	—	284,736
	<u>170,005</u>	<u>532,041</u>
	<u>5,901,110</u>	<u>5,053,570</u>
Gross profit on sales	1,016,500	790,554
Other revenue:		
Office machine services, net (Note 3)	—	(1,357)
Sundry	350	1,790
Gross profit	<u>1,016,850</u>	<u>790,987</u>
General expenses:		
Salaries and wages	675,370	598,624
Production supplies and expenses	88,528	85,592
Depreciation on equipment	36,163	25,827
Freight, express and cartage	28,405	30,043
Office supplies	26,838	19,400
Telephone, telegraph and postage	10,838	17,578
Spoilage	9,617	429
Travelling	6,211	4,449
Loss on disposal of equipment	1,383	217
Miscellaneous	1,921	3,993
	<u>885,274</u>	<u>786,152</u>
Net profit for the year	131,576	4,835
Surplus (deficit) at beginning of year	(9,073)	(13,908)
Surplus (deficit) at end of year	<u>\$ 122,503</u>	<u>\$ (9,073)</u>

QUEEN'S PRINTER'S ADVANCE
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

- Note 1 Authority
The Queen's Printer's Advance operates under the authority of The Queen's Printer Act, Chapter 307, Revised Statutes of Alberta 1970.
- Note 2 Accounting Policies
Inventory is valued at the lower of cost or estimated net realizable value which is determined on a first-in, first-out basis.
Equipment is depreciated on a straight-line basis at 10% per annum.
- Note 3 Transfer of Operations
The functions of servicing office equipment and supplying stationery, previously included with the Queen's Printer's Advance, were transferred to the Public Works Stock Advance effective July 1 and December 31, 1974 respectively. Effective April 1, 1975 the administration of the Public Works Stock Advance was transferred from the Minister of Public Works to the Minister of Government Services.
- Note 4 Subsequent Event
Pursuant to The Department of Government Services Amendment Act, 1976, those sections of The Queen's Printer Act providing for the Queen's Printer's Advance were repealed. Effective May 19, 1976 all services provided by the Queen's Printer's Advance will be provided by an advance administered by the Minister of Government Services.
- Note 5 Anti-Inflation Program
Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Advance is subject to controls on compensation paid to its employees as specified in The Anti-Inflation Act. The effective date of these controls is October 14, 1975.
- Note 6 Comparative Figures
The 1975 comparative figures have been restated where necessary to conform to 1976 presentation.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Members of The Alberta
Health Care Insurance Commission

I have examined the balance sheet of The Alberta Health Care Insurance Commission as at June 30, 1975 and the statements of revenue and expenditure, administration and general expenses and receipts and payments for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of The Alberta Health Care Insurance Commission as at June 30, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
December 19, 1975

C.A.
Provincial Auditor.

THE ALBERTA HEALTH CARE INSURANCE COMMISSION

Statement A

BALANCE SHEET
AS AT JUNE 30, 1975
 (with comparative figures)

ASSETS

	<u>1975</u>	<u>1974</u>
Current assets:		
Cash	\$ 6,429,901	\$ 1,841,230
Accounts receivable (Note 2)	17,661,620	20,616,680
Inventory, at cost	170,523	177,552
Prepaid expenses	98,470	134,925
	<u>24,360,514</u>	<u>22,770,387</u>
Fixed assets:		
Equipment and office furnishings, at cost	503,771	467,040
Less: Accumulated depreciation	261,145	220,464
	<u>242,626</u>	<u>246,576</u>
	<u>\$ 24,603,140</u>	<u>\$ 23,016,963</u>

LIABILITIES

Current liabilities:		
Accounts payable:		
Province of Alberta	\$ 817,448	\$ 1,890,110
Other	369,504	346,301
	<u>1,186,952</u>	<u>2,236,411</u>
Premiums received in advance	817,715	554,649
Estimated liability for unprocessed and unrepresented claims	20,379,080	18,944,989
Estimated liability to the Alberta Hospital Association	2,219,393	1,280,914
	<u>\$ 24,603,140</u>	<u>\$ 23,016,963</u>

The accompanying notes are part of these financial statements.

THE ALBERTA HEALTH CARE INSURANCE COMMISSION

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED JUNE 30, 1975
(with comparative figures)

	1975	1974
Revenue:		
Premiums earned, net	\$ 59,557,723	\$ 56,058,570
Government of Canada contributions	58,890,190	52,839,684
Interest	942,333	1,130,567
	<u>119,390,246</u>	<u>110,028,821</u>
Expenditure:		
Basic health services:		
Medical	128,066,966	111,145,187
Chiropractic	5,589,309	5,410,777
Optometric	2,732,319	2,616,767
Podiatric	632,555	574,589
Oral surgery	308,896	225,544
Osteopathic	50,503	77,095
	<u>137,380,548</u>	<u>120,049,959</u>
Optional	13,469,203	8,801,470
Extended health benefits (Note 3)	8,056,190	4,054,359
Out of Province hospital costs	<u>2,926,662</u>	<u>2,786,676</u>
Total health services	161,832,603	135,692,464
Deduct:		
Diagnostic services and out of Province hospital costs	18,371,531	15,691,512
	<u>143,461,072</u>	<u>120,000,952</u>
Administration and general expenses, Statement C	9,065,179	7,479,655
	<u>152,526,251</u>	<u>127,480,607</u>
Excess of expenditure over revenue for the year	33,136,005	17,451,786
Deduct:		
Contributions by the Province of Alberta	33,136,005	17,451,786
	<u>\$ —</u>	<u>\$ —</u>

Statement C

THE ALBERTA HEALTH CARE INSURANCE COMMISSION
STATEMENT OF ADMINISTRATION AND GENERAL EXPENSES

FOR THE YEAR ENDED JUNE 30, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
Salaries	\$ 5,302,813	\$ 4,355,869
Data processing	1,512,343	1,117,702
Printing, stationery and office supplies	559,109	471,984
Postage, freight and express	440,672	437,116
Employee benefits	344,215	275,156
Building maintenance	273,946	254,478
Telephone and telegraph	133,449	130,663
Fees and commissions	127,719	118,952
Equipment rental	120,497	90,223
Light, water and fuel	63,655	59,854
Audit fee	55,000	53,000
Travelling	44,509	41,424
Depreciation	41,110	26,337
Repairs and maintenance, furnishings and equipment	33,311	26,964
Advertising	9,570	19,228
Miscellaneous	3,261	705
	<u>\$ 9,065,179</u>	<u>\$ 7,479,655</u>

Statement D

THE ALBERTA HEALTH CARE INSURANCE COMMISSION

STATEMENT OF RECEIPTS AND PAYMENTS

FOR THE YEAR ENDED JUNE 30, 1975

(with comparative figures)

	1975	1974
Cash at beginning of year	\$ 1,841,230	\$ 8,492,902
Receipts:		
Premiums	59,638,578	56,044,241
Government of Canada contributions	61,313,406	54,266,568
Province of Alberta contributions	34,422,179	16,316,677
Diagnostic services and out of Province hospital costs recovered	17,741,247	13,778,726
Interest	943,476	1,118,566
	<u>174,058,886</u>	<u>141,524,778</u>
	<u>175,900,116</u>	<u>150,017,680</u>
Payments:		
Basic health services:		
Medical	126,371,450	110,575,796
Chiropractic	5,601,877	5,491,932
Optometric	2,717,903	2,621,630
Podiatric	640,346	579,877
Oral surgery	302,195	203,225
Osteopathic	52,219	72,506
	<u>135,685,990</u>	<u>119,544,966</u>
Optional	12,530,723	9,368,685
Extended health benefits	8,402,189	2,405,801
Out of Province hospital costs	<u>2,846,250</u>	<u>2,695,663</u>
	<u>159,465,152</u>	<u>134,015,115</u>
Administration and general expenses	8,789,527	7,470,707
	<u>168,254,679</u>	<u>141,485,822</u>
	<u>7,645,437</u>	<u>8,531,858</u>
Repayment of excess Province of Alberta contributions	1,215,536	6,690,628
Cash at end of year	\$ <u>6,429,901</u>	\$ <u>1,841,230</u>

THE ALBERTA HEALTH CARE INSURANCE COMMISSION
NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 1975

Note 1 Authority

The Alberta Health Care Insurance Commission operates under the authority of The Alberta Health Care Insurance Act, Chapter 166, Revised Statutes of Alberta 1970.

Note 2 Accounts Receivable

Accounts receivable consist of the following:

	<u>1975</u>	<u>1974</u>
Premiums, less allowance for uncollectible accounts and adjustments	\$ 8,388,146	\$ 8,271,166
Diagnostic services costs	4,719,571	4,180,329
Government of Canada contributions	1,888,211	4,311,427
Extended health benefits costs	—	2,350,644
Out of Province hospital costs	1,439,627	1,345,995
Province of Alberta operating contributions	1,064,470	—
Miscellaneous	161,595	157,119
	<u>\$ 17,661,620</u>	<u>\$ 20,616,680</u>

Note 3 Extended Health Benefits

The Extended Health Benefits Regulations providing for the payment of additional specified benefits became effective January 1, 1974.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Members of The Alberta
Hospital Services Commission

I have examined the statement of receipts and payments of The Alberta Hospital Services Commission and the statement of receipts and payments of the Research Trust Fund for the year ended December 31, 1975. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the receipts collected and the payments made by the Commission during the year ended December 31, 1975, on a basis consistent with that of the preceding year.

Edmonton, Alberta
March 13, 1976

C.A.
Provincial Auditor.

THE ALBERTA HOSPITAL SERVICES COMMISSION
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

Statement A

	1975	1974
Balance at beginning of year	\$ —	\$ —
Receipts:		
Contributions from Province of Alberta (Note 4)	432,929,112	308,781,122
Payments:		
General hospitals	335,079,991	238,368,312
Nursing homes	34,270,028	20,393,210
Auxiliary hospitals	31,816,188	21,799,948
Contract hospitals	18,295,334	15,958,289
Federal hospitals	6,366,222	6,147,669
Out of Province hospitals	3,841,011	3,681,489
Physiotherapy	1,152,322	933,693
	430,821,096	307,282,610
Administration expenses, Schedule 1	2,050,914	1,462,625
Alberta Hospital Visitors Committee, Schedule 2 (Note 7)	57,102	35,887
	432,929,112	308,781,122
Balance at end of year	\$ —	\$ —

The accompanying notes are part of these financial statements.

Statement B

THE ALBERTA HOSPITAL SERVICES COMMISSION

RESEARCH TRUST FUND

STATEMENT OF RECEIPTS AND PAYMENTS

FOR THE YEAR ENDED DECEMBER 31, 1975

(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 46,246	\$ 42,526
Receipts:		
Grants from Province of Alberta	50,000	—
Interest earnings	2,445	4,100
	<u>52,445</u>	<u>4,100</u>
	98,691	46,626
Payments:		
Research projects	52,330	380
Balance at end of year	\$ 46,361	\$ 46,246
Consisting of:		
Cash in bank	\$ 361	\$ 5,246
Deposit receipts	46,000	41,000
	<u>\$ 46,361</u>	<u>\$ 46,246</u>

THE ALBERTA HOSPITAL SERVICES COMMISSION
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1975

Note 1 Authority

The Alberta Hospital Services Commission operates under the authority of The Hospital Services Commission Act, Chapter 45, Statutes of Alberta 1971.

Note 2 General Operating Funds

Funds are transferred from the General Revenue Fund of the Province to the bank account of the Commission only as each cheque issued in settlement of Commission accounts is presented for payment. There are, therefore, no unexpended general operating funds held by the Commission at the year end. A balance sheet has therefore not been prepared, notwithstanding the provision of Section 24(1) of The Hospital Services Commission Act.

Note 3 Final Settlements

The financial statements of the Commission have been prepared on the basis of receipts and payments for the year and do not reflect the final settlements with the various hospitals for the 1975 year. Payments to hospitals during the year ended December 31, 1975 include an amount of \$28,210,645 applicable to 1976. The corresponding amount as at December 31, 1974 was \$19,237,083.

Note 4 Contributions from the Province of Alberta

Contributions from the Province of Alberta include an amount of \$18,380,187 held in the General Revenue Fund of the Province on behalf of the Commission, to be transferred to the Commission's bank account as outstanding cheques are presented for payment. The corresponding amount as at December 31, 1974 was \$8,039,977.

Note 5 Government of Canada Cost-Sharing, Hospitalization
(Hospital Insurance and Diagnostic Services Act)

The amount of \$176,575,056 received during 1975 from the Government of Canada, pertaining to the cost-sharing arrangement, was remitted directly to the Provincial Treasurer and is not reflected in the Commission's financial statements. The corresponding amount in 1974 was \$133,676,532.

Note 6 Government of Canada Cost-Sharing, Nursing Homes
(Appropriation Act No. 4, 1974)

During the year an agreement was signed with the Government of Canada whereby Canada would contribute funds to the Province to replace certain Canada Assistance Plan revenues lost by the Province due to the operation of a universal nursing home care benefit program. Interim payments received during 1975 amounted to \$11,289,423. These funds were remitted directly to the Provincial Treasurer and are not reflected in the Commission's financial statements.

Note 7 Alberta Hospital Visitors Committee

The Alberta Hospital Visitors Committee operates under the authority of The Hospital Visitors Committee Act, Chapter 49, Statutes of Alberta 1972.

Schedule 1

THE ALBERTA HOSPITAL SERVICES COMMISSION
SCHEDULE OF ADMINISTRATION EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Salaries and wages	\$ 1,330,508	\$ 1,032,974
Professional fees	132,997	74,675
Purchased services	110,470	66,619
Employee benefits	96,164	63,485
Travelling expenses, staff	75,562	68,973
Contracts for personal service	73,527	—
Materials and supplies	69,216	60,523
Grants	50,000	—
Honorariums	16,415	13,412
Furniture, equipment and office machines	15,436	25,946
Equipment rental and maintenance	13,197	12,198
Travelling expenses, non public servants	12,434	8,914
Freight and postage	11,918	10,280
Telephone and telegraph	11,231	8,677
Medical and hospital research	8,151	—
Advertising	5,878	3,182
Books and periodicals	4,063	2,279
Miscellaneous	13,747	10,488
	<u>\$ 2,050,914</u>	<u>\$ 1,462,625</u>

Schedule 2

THE ALBERTA HOSPITAL SERVICES COMMISSION
ALBERTA HOSPITAL VISITORS COMMITTEE
SCHEDULE OF ADMINISTRATION EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Honorariums	\$ 31,450	\$ 19,598
Travelling expenses	13,577	8,513
Contracts for personal service	10,295	5,854
Furniture, equipment and office machines	—	929
Telephone and telegraph	1,133	272
Employee benefits	299	158
Materials and supplies	163	356
Advertising	—	137
Miscellaneous	185	70
	<u>\$ 57,102</u>	<u>\$ 35,887</u>



OFFICE OF THE PROVINCIAL AUDITOR

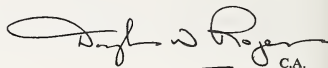
AUDITOR'S REPORT

To the Board of Management of the
Alberta Children's Provincial
General Hospital

I have examined the balance sheet of the Alberta Children's Provincial General Hospital as at December 31, 1975 and the statements of revenue deficit, capital surplus and revenue and expenditure for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Hospital as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
April 12, 1976



C.A.
Provincial Auditor.

ALBERTA CHILDREN'S PROVINCIAL GENERAL HOSPITAL

Statement A

BALANCE SHEET

AS AT DECEMBER 31, 1975

(with comparative figures)

<u>ASSETS</u>		1975	1974
Current:			
Cash	\$	353	\$ 350
Accounts receivable (Note 2)		323,219	219,730
Inventories, at cost		64,125	51,174
Prepaid expenses		5,353	6,875
Investments:			
6½% Huron and Erie debenture, at cost and accrued interest		—	144,355
		<u>393,050</u>	<u>422,484</u>
Capital: (Note 3)			
Buildings, at cost		1,839,647	1,712,395
Furniture and equipment, at cost		1,016,607	745,069
Construction in progress		472,513	—
Land improvements, at cost		32,190	32,190
		<u>3,360,957</u>	<u>2,489,654</u>
Trust:			
Cash		39,928	20,314
Accrued interest		899	270
Due from operating funds		22,974	35,948
		<u>63,801</u>	<u>56,532</u>
	\$	<u><u>3,817,808</u></u>	<u><u>\$ 2,968,670</u></u>
<u>LIABILITIES</u>			
Current:			
Bank overdraft	\$	483,182	\$ 462,536
Accrued salaries and wages payable		181,681	108,829
Accounts payable		496,914	41,534
Deferred income		—	230,857
Due to trust funds		22,974	35,948
		<u>1,184,751</u>	<u>879,704</u>
Revenue deficit, Statement B		<u>(319,788)</u>	<u>(457,220)</u>
Capital:			
Capital surplus, Statement C		1,182,254	734,856
Long term debt (Note 4)		1,706,790	1,754,798
		<u>2,889,044</u>	<u>2,489,654</u>
Trust:			
Donations trust		37,463	20,484
Research reserve		18,718	30,000
Local Initiatives Project		6,240	4,274
Miscellaneous		1,380	1,774
		<u>63,801</u>	<u>56,532</u>
	\$	<u><u>3,817,808</u></u>	<u><u>\$ 2,968,670</u></u>

The accompanying notes are part of these financial statements.

Statement B

**ALBERTA CHILDREN'S PROVINCIAL GENERAL HOSPITAL
STATEMENT OF REVENUE DEFICIT**

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 457,220	\$ 18,629
Add: Deficit for the year	252,379	329,706
	<u>709,599</u>	<u>348,335</u>
Deduct:		
Adjustment payment by Alberta Hospital Services Commission with respect to basic operating payments of previous year	377,295	(105,137)
Previous year's adjustments, net	12,516	(3,748)
	<u>389,811</u>	<u>(108,885)</u>
Balance at end of year	<u>\$ 319,788</u>	<u>\$ 457,220</u>

Statement C

**ALBERTA CHILDREN'S PROVINCIAL GENERAL HOSPITAL
STATEMENT OF CAPITAL SURPLUS**

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 734,856	\$ 474,764
Add: Repayment of debenture principal	48,008	44,556
Assets provided from Hospitalization Benefits Plan	357,840	209,063
Assets provided from donations	43,871	11,469
	<u>1,184,575</u>	<u>739,852</u>
Deduct: Equipment disposals	2,321	4,996
Balance at end of year	<u>\$ 1,182,254</u>	<u>\$ 734,856</u>

Statement D

ALBERTA CHILDREN'S PROVINCIAL GENERAL HOSPITAL

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
<u>REVENUE</u>		
Contributions under the Hospitalization Benefits Plan:		
Basic operating payments	\$ 3,651,891	\$ 2,106,297
Organized out-patient	860,417	571,539
Debt charges	183,852	183,864
Equipment and renovations	395,236	183,909
Provision for doubtful accounts	1,175	957
	<u>5,092,571</u>	<u>3,046,566</u>
General services	41,079	49,670
Special services and service departments, Schedule 1	135,863	99,862
Donations	43,871	17,124
Special grants	131,329	57,777
Miscellaneous	19,910	22,870
	<u>5,464,623</u>	<u>3,293,869</u>
<u>EXPENDITURE</u>		
Salaries, wages and fees, Schedule 2	4,008,743	2,482,948
Supplies and direct expenses, Schedule 3	1,081,444	724,736
Debt charges:		
Capital	48,008	44,556
Interest	135,844	139,308
Equipment, land improvements and renovations	401,711	220,532
Interest expense, net	40,077	10,300
Provision for doubtful accounts	1,175	1,195
	<u>5,717,002</u>	<u>3,623,575</u>
Deficit for the year	\$ <u>252,379</u>	\$ <u>329,706</u>

ALBERTA CHILDREN'S PROVINCIAL GENERAL HOSPITAL

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Alberta Children's Provincial General Hospital is operated under the authority of The Provincial General Hospitals Act, Chapter 286, Revised Statutes of Alberta 1970.

Note 2 Accounts Receivable

Accounts receivable consist of the following:

	1975	1974
Hospitalization Benefits Plan	\$ 203,974	\$ 176,489
Province of Alberta	72,609	18,191
Patients	23,853	22,532
Miscellaneous	22,783	2,518
	<u>\$ 323,219</u>	<u>\$ 219,730</u>

Accounts receivable under the Hospitalization Benefits Plan are subject to approval and final determination by the Alberta Hospital Services Commission and collection is subject to such approval.

Note 3 Capital

No depreciation has been provided on buildings, furniture and equipment. The Hospitalization Benefits Plan provides funds for acquirement and replacement of furniture and equipment and for the retirement of debt incurred in the acquirement of capital assets.

Note 4 Long Term Debt

Long term debt consists of a 7¾% Alberta Municipal Financing Corporation debenture with a maturity date of December 15, 1992. Principal and interest is payable in twenty annual installments of \$184,006 which is provided by the Hospitalization Benefits Plan.

Note 5 Comparative Figures

The 1974 comparative figures have been restated where necessary to conform to 1975 presentation except that supplies and direct expenses amounting to approximately \$47,000 in 1975 have been classified by user department whereas the comparable expenses for 1974 which were classified as administration have not been restated.

Schedule 1

ALBERTA CHILDREN'S PROVINCIAL GENERAL HOSPITAL
SCHEDULE OF SPECIAL SERVICES AND SERVICE DEPARTMENTS REVENUE

FOR THE YEAR ENDED DECEMBER 31, 1975

(with comparative figures)

	1975	1974
Brace shop	\$ 76,070	\$ 61,659
Dietary	47,408	30,337
Organized out-patient	12,385	7,866
	<u>\$ 135,863</u>	<u>\$ 99,862</u>

Schedule 2

ALBERTA CHILDREN'S PROVINCIAL GENERAL HOSPITAL

SCHEDULE OF SALARIES, WAGES AND FEES

FOR THE YEAR ENDED DECEMBER 31, 1975

(with comparative figures)

	1975	1974
Administration	\$ 296,251	\$ 160,391
General services	1,173,854	786,353
Special services:		
Speech therapy	417,826	251,946
Physiotherapy	273,391	158,127
Social services	213,342	138,315
Psychology	192,053	103,283
Diagnostic, assessment and treatment centre	189,948	89,641
Occupational therapy	184,900	94,095
Pre-school program	145,788	83,170
Operating room	102,635	76,590
Medical records	77,414	49,057
Recreation	63,122	32,206
Brace shop	44,796	36,528
Orthoptics	36,036	22,214
Radiology	34,153	24,466
Laboratory	32,536	23,738
Family resource centre	31,105	7,548
Pharmacy	15,339	10,591
Dental services	11,355	7,471
Local Initiatives Project	8,677	25,800
Cerebral Palsy clinic	—	5,400
Child care worker training course	—	5,068
Service departments:		
Dietary	173,593	110,952
Housekeeping	149,845	82,576
Laundry and linen	32,983	46,568
Plant operation and maintenance	107,801	50,854
	<u>\$ 4,008,743</u>	<u>\$ 2,482,948</u>

ALBERTA CHILDREN'S PROVINCIAL GENERAL HOSPITAL

SCHEDULE OF SUPPLIES AND DIRECT EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 1975

(with comparative figures)

	1975	1974
Administration, Schedule 4	\$ 341,737	\$ 260,202
General services	45,794	40,751
Special services:		
Operating room	61,249	37,837
Speech therapy	35,986	18,435
Laboratory	20,751	19,086
Brace shop	19,517	15,964
Diagnostic, assessment and treatment centre	17,044	5,509
Recreation	10,157	6,109
Pre-school program	8,369	3,974
Family resource centre	8,164	2,713
Physiotherapy	7,280	4,616
Radiology	6,057	5,538
Occupational therapy	5,355	5,314
Mobile team	5,322	6,941
Social services	5,077	1,995
Medical records	4,417	1,682
Psychology	4,326	2,419
Outreach clinic	3,430	665
Orthoptics	1,514	786
Local Initiatives Project	1,329	1,774
Dental services	859	2,069
Pharmacy	742	625
Child abuse clinic	198	57
Miscellaneous	—	4,046
Service departments:		
Dietary	89,588	79,637
Laundry and linen	35,898	13,186
Housekeeping	13,804	11,012
Motor service	7,882	1,991
Plant operation, Schedule 4	319,598	169,803
	<u>\$ 1,081,444</u>	<u>\$ 724,736</u>

Schedule 4

ALBERTA CHILDREN'S PROVINCIAL GENERAL HOSPITAL
SCHEDULE OF ADMINISTRATION AND PLANT OPERATION,
SUPPLIES AND DIRECT EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
<u>ADMINISTRATION</u>		
Pension fund contributions	\$ 109,927	\$ 68,838
Unemployment insurance	50,203	28,665
Printing, postage and office supplies	42,000	42,593
Data processing	25,574	8,151
Office equipment, maintenance and rentals	25,014	15,936
Telephone and telegraph	18,365	16,096
Workers' Compensation Board	12,191	7,747
Advertising	10,703	10,859
Staff medical and hospitalization plan contributions	10,303	5,843
Professional fees	8,087	13,110
Travelling	7,224	14,448
Association fees	5,430	3,134
Group life insurance	1,888	—
Insurance	1,630	2,268
Indemnity to board members	1,280	1,180
Staff education	738	9,466
Miscellaneous	11,180	11,868
	<u>\$ 341,737</u>	<u>\$ 260,202</u>
<u>PLANT OPERATION</u>		
Building and equipment maintenance	\$ 204,471	\$ 112,539
Supplies	38,138	10,362
Security services	25,611	8,442
Rent	22,376	17,246
Electricity	11,895	9,017
Fuel	10,602	7,206
Water	4,553	3,429
Insurance	1,391	1,283
Miscellaneous	561	279
	<u>\$ 319,598</u>	<u>\$ 169,803</u>



OFFICE OF THE PROVINCIAL AUDITOR

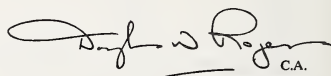
AUDITOR'S REPORT

To the Board of Management of the
Foothills Provincial General Hospital

I have examined the balance sheet and the statement of long term debt of the Foothills Provincial General Hospital as at December 31, 1975 and the statements of revenue surplus, capital surplus, ancillary operations and donations trust account and revenue and expenditure for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the hospital as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
April 28, 1976



C.A.
Provincial Auditor.

Statement A

FOOTHILLS PROVINCIAL GENERAL HOSPITAL

BALANCE SHEET

AS AT DECEMBER 31, 1975
(with comparative figures)

ASSETS

	1975	1974
Current:		
Cash	\$ 1,615	\$ 319,093
Short term deposits	1,000,000	1,000,000
Accounts receivable (Note 2)	2,381,707	2,351,126
Inventories, at cost	534,603	599,357
Accrued interest	1,050	14,625
Prepaid expenses	8,717	1,289
	<u>3,927,692</u>	<u>4,285,490</u>
Capital: (Note 3)		
Buildings and grounds, at cost, Schedule 1	31,545,366	27,306,484
Furniture and equipment, at cost	9,476,154	8,642,713
Construction in progress	2,585,923	6,187,209
	<u>43,607,443</u>	<u>42,136,406</u>
Trust:		
Short term deposits	400,000	481,391
Alberta Municipal Financing Corporation debentures, at amortized cost	10,000	10,000
Accounts receivable	3,510	1,925
Accrued interest	8,059	5,747
Due from operating funds	351,494	309,784
	<u>773,063</u>	<u>808,847</u>
	<u>\$ 48,308,198</u>	<u>\$ 47,230,743</u>

LIABILITIES

Current:		
Bank overdraft, net	\$ 863,653	\$ —
Accounts payable	1,565,946	1,715,037
Accrued salaries and wages payable	178,874	597,799
Contractors' holdbacks payable	5,941	788,250
Province of Alberta, working capital advance	1,500,000	1,500,000
Province of Alberta, short term advance	64,521	—
Due to trust funds	351,494	309,784
Revenue surplus, Statement B	1,045,662	1,016,689
	<u>5,576,091</u>	<u>5,927,559</u>
Capital:		
Capital surplus, Statement C	23,060,951	20,454,864
Long term debt, Statement F	18,898,093	20,039,473
	<u>41,959,044</u>	<u>40,494,337</u>
Trust:		
Ancillary operations and donations trust, Statement D	161,683	147,040
Research reserve	254,050	295,503
Research and development	160,533	156,470
Group insurance reserve	69,509	80,670
Education fund	56,987	65,589
Students' loan fund	31,519	29,005
Special research reserve	24,097	19,667
Maude Riley trust	14,685	14,903
	<u>773,063</u>	<u>808,847</u>
	<u>\$ 48,308,198</u>	<u>\$ 47,230,743</u>

The accompanying notes are part of these financial statements.

Statement B

FOOTHILLS PROVINCIAL GENERAL HOSPITAL
STATEMENT OF REVENUE SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 1,016,689	\$ 1,247,479
Add: Contributions under Hospitalization Benefit Plan toward previous years' operations	510,497	456,711
Previous year's adjustments	8,791	(11,144)
	<u>1,535,977</u>	<u>1,693,046</u>
Deduct: Deficit for the year	490,315	676,357
Balance at end of year	<u>\$ 1,045,662</u>	<u>\$ 1,016,689</u>

Statement C

FOOTHILLS PROVINCIAL GENERAL HOSPITAL
STATEMENT OF CAPITAL SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 20,454,864	\$ 17,430,611
Add: Assets provided from Hospitalization Benefits Plan	1,201,006	1,537,996
Repayment of debenture principal	1,141,380	1,020,402
Assets provided from ancillary operations and trust	263,701	524,959
Assets provided from grants	—	16,168
	<u>23,060,951</u>	<u>20,530,136</u>
Deduct: Disposal of assets	—	75,272
Balance at end of year	<u>\$ 23,060,951</u>	<u>\$ 20,454,864</u>

Statement D

FOOTHILLS PROVINCIAL GENERAL HOSPITAL
STATEMENT OF ANCILLARY OPERATIONS AND DONATIONS
TRUST ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 147,040	\$ 498,600
Add: Parking revenue, net	217,394	112,497
Donations	26,820	7,148
Television rentals, net	10,322	29,555
Interest income	2,721	23,906
	<u>404,297</u>	<u>671,706</u>
Deduct: Transfer of accumulated parking revenue, net to capital surplus ..	217,394	524,666
Expenditure of donated funds	25,220	—
	<u>242,614</u>	<u>524,666</u>
Balance at end of year	<u>\$ 161,683</u>	<u>\$ 147,040</u>

Statement E

FOOTHILLS PROVINCIAL GENERAL HOSPITAL

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
<u>REVENUE</u>		
Contributions under the Hospitalization Benefits Plan:		
Basic operating payments	\$ 21,524,592	\$ 14,675,676
Debt charges	2,478,248	2,308,005
Furniture and equipment	866,499	1,324,596
Special payments	2,094,488	1,364,672
	<u>26,963,827</u>	<u>19,672,949</u>
General services	2,665,398	2,023,179
Special services and service departments, Schedule 2	3,141,995	2,725,837
Salary recoveries	143,377	96,200
Forensic laboratory	75,933	—
Interest income	66,391	229,095
Students' fees	42,730	42,160
Health services	19,842	15,555
Government of Canada equipment grant	—	16,168
Miscellaneous	10,222	9,760
	<u>33,129,715</u>	<u>24,830,903</u>
<u>EXPENDITURE</u>		
Salaries and wages, Schedule 3	21,541,620	14,997,536
Supplies and direct expenses, Schedule 4	8,658,453	6,647,555
Debt charges:		
Capital	1,141,380	1,020,402
Interest	1,336,868	1,287,603
Furniture and equipment	941,709	1,554,164
	<u>33,620,030</u>	<u>25,507,260</u>
Deficit for the year	\$ 490,315	\$ 676,357

FOOTHILLS PROVINCIAL GENERAL HOSPITAL

STATEMENT OF LONG TERM DEBT

AS AT DECEMBER 31, 1975
(with comparative figures)

Final Maturity Date	Rate of Interest	Call Feature	Currency	Original Debtenture Issue	1975 Amount Outstanding	1974 Amount Outstanding
Apr. 1, 1982	5¾ %	Callable	Canadian	\$ 1,000,000	\$ 481,133	\$ 535,751
Jul. 1, 1982	5¾	Callable	Canadian	1,000,000	481,133	535,751
Sep. 1, 1982	5¾	Callable	Canadian	1,000,000	481,133	535,751
Nov. 1, 1982	5¾	Callable	Canadian	1,000,000	481,133	535,751
Feb. 1, 1983	5¾	Callable	Canadian	1,000,000	535,751	587,399
Oct. 15, 1983	5¾	Callable	Canadian	1,000,000	535,751	587,399
Jan. 1, 1984	5¾	Callable	Canadian	1,000,000	535,751	587,399
Mar. 1, 1984	5¾	Callable	Canadian	1,000,000	587,399	636,239
Jun. 1, 1984	5¾	Callable	Canadian	1,000,000	587,399	636,239
Jul. 1, 1984	5¾	Callable	Canadian	1,000,000	587,399	636,239
Aug. 1, 1984	5¾	Callable	Canadian	1,000,000	587,399	636,239
Sep. 1, 1984	5¾	Callable	Canadian	1,000,000	587,399	636,239
Dec. 1, 1984	5¾	Callable	Canadian	1,000,000	587,399	636,239
Feb. 1, 1985	5¾	Callable	Canadian	1,000,000	636,239	682,423
Jun. 1, 1985	5¾	Callable	Canadian	1,000,000	636,239	682,423
Mar. 15, 1986	5¾	Callable	Canadian	2,000,000	1,364,846	1,452,192
May 15, 1988	7½	Callable	Canadian	500,000	398,541	416,360
Jun. 15, 1988	7½	Callable	Canadian	500,000	398,541	416,360
Jul. 15, 1988	7½	Callable	Canadian	500,000	398,541	416,360
Sep. 15, 1988	7½	Callable	Canadian	500,000	398,541	416,360
Nov. 15, 1988	7½	Callable	Canadian	500,000	398,541	416,360
Feb. 15, 1989	7½	Callable	Canadian	500,000	416,360	432,936
Apr. 15, 1989	7½	Callable	Canadian	500,000	416,360	432,936
Jul. 1, 1989	7½	Callable	Canadian	500,000	416,360	432,936
Jul. 15, 1989	8	Callable	Canadian	500,000	419,847	435,900
Dec. 15, 1989	8	Callable	Canadian	500,000	419,847	435,900
Feb. 15, 1990	8½	Callable	Canadian	474,000	415,943	429,522
May 15, 1990	8½	Callable	Canadian	501,459	440,038	454,404
May 1, 1991	7¾	Callable	Canadian	550,810	495,258	510,737
Dec. 1, 1993	8¼	Callable	Canadian	500,000	477,869	489,372
Jan. 2, 1994	8¼	Callable	Canadian	500,000	477,869	489,372
Mar. 1, 1994	8¼	Callable	Canadian	500,000	489,372	500,000
Apr. 1, 1994	8¼	Callable	Canadian	500,000	489,372	500,000
Jun. 1, 1994	8¾	Callable	Canadian	500,000	489,949	500,000
Jun. 15, 1994	8¾	Callable	Canadian	584,672	572,919	584,672
Nov. 1, 1994	9¾	Callable	Canadian	789,313	774,522	789,313
					<u>\$ 18,898,093</u>	<u>\$ 20,039,473</u>

FOOTHILLS PROVINCIAL GENERAL HOSPITAL NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Foothills Provincial General Hospital operates under the authority of The Provincial General Hospitals Act, Chapter 286, Revised Statutes of Alberta 1970.

Note 2 Accounts Receivable

Accounts receivable consist of the following:

	<u>1975</u>	<u>1974</u>
Hospitalization Benefits Plan	\$ 1,150,220	\$ 1,525,301
Patients	1,084,625	669,496
Miscellaneous	146,862	156,329
	<u>\$ 2,381,707</u>	<u>\$ 2,351,126</u>

The Alberta Hospital Services Commission has assumed responsibility for certain bad debt charges incurred by the Hospital subsequent to January 1, 1972. Claimable amounts have not been determined and are not reflected in the financial statements.

Accounts receivable under the Hospitalization Benefits Plan are subject to approval and final determination by the Alberta Hospital Services Commission and collection is subject to such approval.

Note 3 Capital

Property occupied by the Hospital has been leased to the Foothills Provincial General Hospital by the Minister of Public Works for a term of forty years from January 1, 1961 with an option of a further ten years thereafter.

No depreciation has been provided on buildings, furniture or equipment. The Hospitalization Benefits Plan provides funds for the acquirement and replacement of approved furniture and equipment and for the retirement of debts incurred in the acquirement of capital assets.

Construction in progress includes a parking structure in the amount of \$2,548,047. Inasmuch as parking is an ancillary operation of the Hospital, the construction costs are to be financed from net parking revenue. Transactions to December 31, 1975 are summarized hereunder:

Unrecovered costs, December 31, 1974	\$ 1,930,225
Costs incurred in 1975	93,156
	<u>2,023,381</u>
Less: 1975 Parking revenue	217,394
	<u>\$ 1,805,987</u>

Note 4 Comparative Figures

The 1974 comparative figures have been restated where necessary to conform to 1975 presentation.

Schedule 1

FOOTHILLS PROVINCIAL GENERAL HOSPITAL SCHEDULE OF BUILDINGS AND GROUNDS

AS AT DECEMBER 31, 1975

(with comparative figures)

	1975	1974
Main hospital	\$ 21,924,333	\$ 18,655,368
Power plant	4,223,690	3,253,773
Staff residence	2,614,733	2,614,733
Nurses residence	2,222,865	2,222,865
Land improvements	559,745	559,745
	<u>\$ 31,545,366</u>	<u>\$ 27,306,484</u>

Schedule 2

FOOTHILLS PROVINCIAL GENERAL HOSPITAL SCHEDULE OF SPECIAL SERVICES AND SERVICE DEPARTMENTS REVENUE

FOR THE YEAR ENDED DECEMBER 31, 1975

(with comparative figures)

	1975	1974
Radiology	\$ 563,623	\$ 416,328
Laboratories	557,508	557,134
Cafeteria and restaurant	465,515	442,845
Emergency	369,422	319,480
Rentals	270,078	261,396
Utilities	262,899	233,851
Nuclear medicine	168,692	115,262
Rehabilitation	134,487	116,811
Psychiatry	86,800	61,214
Electrocardiogram and electroencephalogram laboratory	45,965	37,819
Metabolic laboratory	37,521	19,213
Audiology	36,746	21,351
Glaucoma	31,166	30,463
Laundry	28,407	21,301
Pulmonary laboratory	27,093	21,433
Ophthalmology	26,633	21,333
Audiometry	11,640	8,966
Respiratory technology	9,230	9,042
Gastroenterological investigation laboratory	4,806	6,963
Renal dialysis	2,162	1,574
Dietetics	1,554	1,236
Orthoptic	48	—
Therapeutic abortions	—	822
	<u>\$ 3,141,995</u>	<u>\$ 2,725,837</u>

Schedule 3

FOOTHILLS PROVINCIAL GENERAL HOSPITAL

SCHEDULE OF SALARIES AND WAGES

FOR THE YEAR ENDED DECEMBER 31, 1975

(with comparative figures)

	1975	1974
Administration	\$ 1,688,330	\$ 1,232,173
General services	7,912,466	5,438,635
Special services:		
Education of students and interns	1,915,116	1,382,432
Laboratories	1,717,339	1,017,145
Operating room	842,916	594,199
Medical directors	758,884	429,636
Radiology	503,851	333,783
Rehabilitation	453,584	305,652
Emergency	448,465	304,723
Delivery room	263,964	185,376
Central supply	262,224	191,488
Respiratory technology	250,839	153,263
Medical records	216,235	150,254
Nuclear medicine	173,033	124,529
Pharmacy	162,339	124,768
Blood cross matching	119,477	78,068
Psychiatry	113,586	66,549
Electrocardiogram and electroencephalogram laboratory	82,122	51,666
Glaucoma	71,122	46,541
Infection control	31,777	22,628
Audiology	30,791	14,831
Pulmonary laboratory	29,233	21,559
Endocrine-Metabolic	20,697	—
Ophthalmology	14,266	9,314
Metabolic laboratory	12,116	9,821
Gastroenterological investigation laboratory	11,912	10,041
Audiometry	11,744	8,294
Provincial laboratory	—	69,257
Burn service	—	30,748
Service departments:		
Housekeeping	1,244,149	887,229
Dietary	960,429	763,160
Laundry	329,747	241,451
Linen	94,575	73,382
Plant operation:		
Buildings and grounds maintenance	794,292	624,941
	<u>\$ 21,541,620</u>	<u>\$ 14,997,536</u>

FOOTHILLS PROVINCIAL GENERAL HOSPITAL SCHEDULE OF SUPPLIES AND DIRECT EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 1975

(with comparative figures)

	1975	1974
Administration, Schedule 5	\$ 1,769,727	\$ 1,278,948
General services	309,011	237,614
Special services:		
Laboratories	823,548	627,029
Radiology	733,062	564,333
Operating room	622,453	469,257
Pharmacy	498,623	348,280
Central supply	435,462	321,689
Renal dialysis	172,537	108,725
Respiratory technology	147,384	101,616
Nuclear medicine	110,072	97,098
Renal home care	107,393	78,093
Emergency	98,745	106,145
Electrocardiogram and electroencephalogram laboratory	89,851	88,740
Psychiatry	57,819	47,765
Education of students and interns	57,401	53,352
Delivery room	46,864	36,212
Blood cross matching	45,466	58,555
Medical records	24,236	16,065
Pulmonary laboratory	18,431	14,089
Rehabilitation	17,852	8,400
Ophthalmology	9,160	7,132
Glaucoma	3,099	2,940
Endocrine-Metabolic	2,942	—
Medical directors	2,934	2,204
Gastroenterological investigation laboratory	2,547	5,818
Audiology	2,499	1,019
Audiometry	1,699	2,875
Infection control	1,663	974
Metabolic laboratory	1,470	449
Provincial laboratory	—	5,296
Service departments:		
Dietary	950,833	739,584
Housekeeping	146,995	102,748
Linen	125,627	126,239
Laundry	31,888	30,589
Plant operation, Schedule 5	1,189,160	957,683
	<u>\$ 8,658,453</u>	<u>\$ 6,647,555</u>

Schedule 5

FOOTHILLS PROVINCIAL GENERAL HOSPITAL
SCHEDULE OF ADMINISTRATION AND PLANT OPERATION,
SUPPLIES AND DIRECT EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 1975

(with comparative figures)

ADMINISTRATION

	1975	1974
Pension fund contributions	\$ 683,525	\$ 480,945
Unemployment insurance	308,511	196,913
Printing, postage and office supplies	248,448	185,140
Staff medical, hospitalization and group insurance plan contributions	84,027	75,940
Equipment rentals	72,808	65,598
Workers' Compensation Board	64,736	54,162
Telephone and telegraph	61,221	53,554
Travelling	39,262	32,010
Bad debt expense	35,467	28,460
Advertising	34,109	24,779
Ambulance	32,779	24,086
Legal fees	20,579	6,961
Association fees	16,264	7,500
Audit fee	9,500	8,500
Office equipment maintenance	8,672	8,044
Insurance	6,951	6,649
Miscellaneous	42,868	19,707
	<u>\$ 1,769,727</u>	<u>\$ 1,278,948</u>

PLANT OPERATION

Fuel	\$ 521,163	\$ 343,928
Buildings and grounds maintenance	278,474	332,649
Electricity	166,612	121,992
Water	118,564	89,447
Equipment maintenance	51,538	31,167
Security services	32,557	18,775
Insurance	14,949	15,840
Miscellaneous	5,303	3,885
	<u>\$ 1,189,160</u>	<u>\$ 957,683</u>



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Board of Management of the
Glenrose Provincial General Hospital

I have examined the balance sheet and the statement of long term debt of the Glenrose Provincial General Hospital as at December 31, 1975 and the statements of revenue surplus, capital surplus and revenue and expenditure for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Hospital as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
April 5, 1976



C.A.
Provincial Auditor.

Statement A

GLENROSE PROVINCIAL GENERAL HOSPITAL

BALANCE SHEET

AS AT DECEMBER 31, 1975
(with comparative figures)

<u>ASSETS</u>		1975	1974
Current:			
Cash	\$	34,140	\$ 45,223
Short term deposits		1,600,000	1,275,000
Accounts receivable (Note 2)		769,489	661,684
Inventories, at cost		204,932	153,736
Accrued interest		5,738	14,167
Prepaid expenses		2,248	—
		<u>2,616,547</u>	<u>2,149,810</u>
Capital: (Note 3)			
Land improvements		112,298	112,298
Buildings, at cost		5,883,244	5,781,930
Furniture and equipment, at cost		1,820,018	1,741,499
		<u>7,815,560</u>	<u>7,635,727</u>
Trust:			
Cash		16,433	31,207
Short term deposits		72,000	62,000
Accrued interest		1,461	501
Accounts receivable		9,946	—
		<u>99,840</u>	<u>93,708</u>
	\$	<u><u>10,531,947</u></u>	<u><u>\$ 9,879,245</u></u>
<u>LIABILITIES</u>			
Current:			
Accounts payable	\$	532,581	\$ 664,574
Holdbacks payable		5,777	157,895
Province of Alberta, working capital advance		350,000	350,000
Deferred income (Note 4)		850,858	578,699
Revenue surplus, Statement B		877,331	398,642
		<u>2,616,547</u>	<u>2,149,810</u>
Capital:			
Long term debt, Statement E		3,355,980	3,552,257
Capital surplus, Statement C		4,459,580	4,083,470
		<u>7,815,560</u>	<u>7,635,727</u>
Trust:			
Equity		99,840	93,708
	\$	<u><u>10,531,947</u></u>	<u><u>\$ 9,879,245</u></u>

The accompanying notes are part of these financial statements.

GLENROSE PROVINCIAL GENERAL HOSPITAL
STATEMENT OF REVENUE SURPLUS

Statement B

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
Balance at beginning of year	\$ 398,642	\$ 743,370
Add: Surplus (deficit) for the year	128,994	(234,628)
Adjustment payable by Alberta Hospital Services Commission		
with respect to basic operating payments of previous year	329,977	(114,279)
Previous year's adjustments, net	19,718	4,179
Balance at end of year	<u>\$ 877,331</u>	<u>\$ 398,642</u>

GLENROSE PROVINCIAL GENERAL HOSPITAL
STATEMENT OF CAPITAL SURPLUS

Statement C

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
Balance at beginning of year	\$ 4,083,470	\$ 3,608,037
Add: Repayment of debenture principal	196,277	166,310
Assets provided from Hospitalization Benefits Plan	179,833	309,123
Balance at end of year	<u>\$ 4,459,580</u>	<u>\$ 4,083,470</u>

Statement D

GLENROSE PROVINCIAL GENERAL HOSPITAL
STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

<u>REVENUE</u>		1975	1974
Contributions under the Hospitalization Benefits Plan:			
Basic operating payments	\$	8,679,999	\$ 5,818,086
Equipment and renovations		101,098	198,780
Debt charges		422,034	367,918
Special payment		33,301	—
		<u>9,236,432</u>	<u>6,384,784</u>
General services		487,744	383,701
Special services and service departments, Schedule 1		1,699,131	1,518,005
Salaries recovery		108,062	46,976
Interest income		62,794	126,039
Doctors' claims, Alberta Health Care Insurance Commission		35,787	12,955
Miscellaneous		15,169	19,042
		<u>11,645,119</u>	<u>8,491,502</u>
<u>EXPENDITURE</u>			
Salaries, wages and fees, Schedule 2		7,885,700	5,787,637
Supplies and direct expenses, Schedule 3		3,028,558	2,440,625
Debt charges:			
Capital		196,277	166,310
Interest		225,757	201,608
Buildings and equipment		179,833	129,950
		<u>11,516,125</u>	<u>8,726,130</u>
Surplus (deficit) for the year	\$	<u>128,994</u>	\$ <u>(234,628)</u>

Statement E

GLENROSE PROVINCIAL GENERAL HOSPITAL
STATEMENT OF LONG TERM DEBT

AS AT DECEMBER 31, 1975
(with comparative figures)

Final Maturity Date	Rate of Interest	Call Feature	Currency	Original Debt Issue	1975 Amount Outstanding	1974 Amount Outstanding
Oct. 1, 1983	5¾ %	Callable	Canadian	\$ 250,000	\$ 133,938	\$ 146,850
Jun. 15, 1984	5¾	Callable	Canadian	225,000	132,165	143,154
Nov. 15, 1984	5¾	Callable	Canadian	100,000	58,740	63,624
Nov. 15, 1984	5¾	Callable	Canadian	250,000	146,850	159,060
Apr. 1, 1985	5¾	Callable	Canadian	115,000	73,167	78,478
Jun. 1, 1985	5¾	Callable	Canadian	700,000	445,367	477,696
Aug. 1, 1985	5¾	Callable	Canadian	700,000	445,367	477,696
Nov. 1, 1985	5¾	Callable	Canadian	700,000	445,367	477,696
Feb. 15, 1986	5¾	Callable	Canadian	530,000	361,684	384,831
May 1, 1986	5¾	Callable	Canadian	216,000	147,403	156,837
May 15, 1994	8¾	Callable	Canadian	500,000	489,373	500,000
Jun. 15, 1994	8¾	Callable	Canadian	486,335	476,559	486,335
					<u>\$ 3,355,980</u>	<u>\$ 3,552,257</u>

GLENROSE PROVINCIAL GENERAL HOSPITAL

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Glenrose Provincial General Hospital operates under authority of The Provincial General Hospitals Act, Chapter 286, Revised Statutes of Alberta 1970.

Note 2 Accounts Receivable

Accounts receivable consist of the following:

	1975	1974
Hospitalization Benefits Plan	\$ 419,869	\$ 469,825
Patients less allowance for doubtful accounts	213,070	99,469
Miscellaneous less allowance for doubtful accounts	136,550	92,390
	<u>\$ 769,489</u>	<u>\$ 661,684</u>

Accounts receivable under the Hospitalization Benefits Plan are subject to approval and final determination by the Alberta Hospital Services Commission and collection is subject to such approval.

Note 3 Capital

The premises occupied by the Hospital have been leased to the Glenrose Provincial General Hospital by the Minister of Public Works for a term of forty years from September 12, 1963, with an option of a further ten years thereafter. The buildings shown on the balance sheet at \$5,883,244 represent only the construction and renovation costs incurred since acquirement of the lease.

Depreciation has not been provided on buildings, furniture or equipment. The Hospitalization Benefits Plan provides funds for acquirement and replacement of furniture and equipment and for retirement of debt incurred in the acquirement of capital assets.

Note 4 Deferred Income

Deferred income is comprised of the pro-rata budget payments received in December 1975 in an amount of \$850,858 applicable to January 1976.

Note 5 Speech and Hearing Therapy Revenue

Effective February 1, 1975 the fee structure of the speech and hearing department was changed in that fees for certain services were eliminated resulting in a reduction of revenue of approximately \$121,500.

Note 6 Comparative Figures

For comparative purposes the 1974 figures have been restated where necessary to conform to 1975 presentation.

Schedule 1

GLENROSE PROVINCIAL GENERAL HOSPITAL

SCHEDULE OF SPECIAL SERVICES AND
SERVICE DEPARTMENTS REVENUE

FOR THE YEAR ENDED DECEMBER 31, 1975

(with comparative figures)

	1975	1974
Speech and hearing therapy (Note 5)	\$ 481,046	\$ 558,921
Plant	309,076	220,298
Physiotherapy	218,610	129,145
Prosthetic shop	185,224	126,406
Dietary	168,508	158,636
Psychology	118,231	126,568
Occupational therapy	100,824	90,903
Social services	45,748	46,635
Interpretations and examinations	24,118	22,384
Parking	15,562	11,781
Milieu therapy	12,878	9,653
Radiology	9,276	7,699
Occupational therapy sales	8,410	7,356
Porter service	1,620	1,620
	<u>\$ 1,699,131</u>	<u>\$ 1,518,005</u>

Schedule 2

GLENROSE PROVINCIAL GENERAL HOSPITAL

SCHEDULE OF SALARIES, WAGES AND FEES

FOR THE YEAR ENDED DECEMBER 31, 1975

(with comparative figures)

	1975	1974
Administration	\$ 492,752	\$ 371,851
General services	3,286,099	2,315,226
Special services:		
Speech and hearing therapy	673,140	531,105
Physiotherapy	642,248	446,939
Occupational therapy	475,251	337,243
Psychology	356,794	282,452
Social services	316,406	262,199
Assessment school	198,028	153,191
Recreation and volunteer services	98,191	71,887
Rehabilitation medicine	96,704	85,217
Prosthetic shop	87,497	60,288
Medical records and library	51,025	36,210
Radiology	50,938	38,579
Pharmacy	41,204	30,562
Central supply	26,207	19,175
Dental unit	2,220	1,905
Service departments:		
Housekeeping	419,093	301,594
Linen	52,633	40,077
Plant operation and maintenance	519,270	401,937
	<u>\$ 7,885,700</u>	<u>\$ 5,787,637</u>

**GLENROSE PROVINCIAL GENERAL HOSPITAL
SCHEDULE OF SUPPLIES AND DIRECT EXPENSES**

FOR THE YEAR ENDED DECEMBER 31, 1975

(with comparative figures)

	1975	1974
Administration, Schedule 4	\$ 687,498	\$ 519,607
General services	111,262	94,270
Special services:		
Assessment school	182,905	184,053
Speech and hearing therapy	43,682	38,725
Central supply	32,887	15,148
Prosthetic shop	31,268	20,702
Laboratory	28,082	25,128
Physiotherapy	22,278	22,312
Occupational therapy	20,018	18,620
Radiology	16,898	21,635
Psychology	13,117	10,813
Ambulance	12,843	10,707
Recreation and volunteer services	9,675	16,381
Social services	7,662	8,114
Medical records and library	6,432	5,670
Rehabilitation medicine	2,907	2,531
Dental unit	1,343	563
Pharmacy	1,343	756
Nursing education	459	509
Service departments:		
Dietary	1,000,643	782,076
Laundry	68,837	52,807
Housekeeping	65,470	44,203
Linen	13,907	17,760
Plant operation, Schedule 4	647,142	527,535
	<u>\$ 3,028,558</u>	<u>\$ 2,440,625</u>

Schedule 4

GLENROSE PROVINCIAL GENERAL HOSPITAL
SCHEDULE OF ADMINISTRATION AND PLANT OPERATION,
SUPPLIES AND DIRECT EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 1975

(with comparative figures)

	<u>1975</u>	<u>1974</u>
<u>ADMINISTRATION</u>		
Pension fund contributions	\$ 303,131	\$ 219,307
Unemployment insurance	102,357	70,135
Telephone and telegraph	44,279	38,830
Staff medical, hospitalization and group life insurance plan contributions ..	41,589	34,848
Office equipment, maintenance and rental	35,518	32,415
Workers' Compensation Board	33,773	24,276
Printing, postage and office supplies	18,262	27,482
Provision for doubtful accounts	14,084	2,121
Advertising	11,978	15,072
Membership fees and subscriptions	11,776	8,008
Travelling	11,221	10,219
Management consulting fees	9,200	—
Audit fee	8,000	4,800
Fees and remuneration	5,685	3,100
Freight	4,834	4,034
Data processing	4,616	5,038
Insurance	4,244	4,633
Computer studies	3,564	2,732
Indemnity to board members	2,180	1,920
Legal fees	1,370	150
Staff training	1,264	2,007
Miscellaneous	14,573	8,480
	<u>\$ 687,498</u>	<u>\$ 519,607</u>
<u>PLANT OPERATION</u>		
Buildings and grounds maintenance	\$ 277,447	\$ 290,599
Fuel	175,456	91,214
Electricity	67,430	54,147
Security services	51,727	35,967
Water	25,318	19,646
Equipment maintenance	20,961	9,337
Insurance	4,330	4,331
Miscellaneous	24,473	22,294
	<u>\$ 647,142</u>	<u>\$ 527,535</u>

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

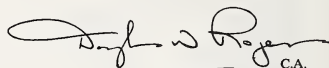
AUDITOR'S REPORT

To the Members of the Provincial
Cancer Hospitals Board

I have examined the balance sheet of the Provincial Cancer Hospitals as at December 31, 1975 and the statements of revenue surplus, capital surplus and revenue and expenditure for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Hospitals as at December 31, 1975 and the results of their operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
April 2, 1976


C.A.
Provincial Auditor.

Statement A

PROVINCIAL CANCER HOSPITALS

BALANCE SHEET

AS AT DECEMBER 31, 1975

(with comparative figures)

ASSETS

	1975	1974
Current:		
Cash	\$ 186,721	\$ 309,063
Short term deposits	500,000	700,000
Accounts receivable (Note 2)	178,591	141,236
Inventories, at cost	191,814	152,952
Accrued interest	360	1,945
Prepaid expenses	2,914	3,078
Due from trust funds	6,894	17,023
	<u>1,067,294</u>	<u>1,325,297</u>
Capital:		
Buildings and improvements, at cost (Note 3)	7,432	7,432
Furniture and equipment, at cost (Note 4)	2,701,694	2,563,976
	<u>2,709,126</u>	<u>2,571,408</u>
Trust:		
Cash	79,156	63,187
Short term deposits	295,400	273,000
Accounts receivable	10,515	2,027
Accrued interest	3,594	4,231
Equipment, at cost	1,299	1,492
	<u>389,964</u>	<u>343,937</u>
	<u>\$ 4,166,384</u>	<u>\$ 4,240,642</u>

LIABILITIES

Current:		
Accounts payable	\$ 268,012	\$ 298,759
Province of Alberta, working capital advance	451,000	451,000
Deferred income	—	462,764
	<u>719,012</u>	<u>1,212,523</u>
Revenue surplus, Statement B	<u>348,282</u>	<u>112,774</u>
Capital:		
Capital surplus, Statement C	<u>2,709,126</u>	<u>2,571,408</u>
Trust:		
Accounts payable	515	233
Medical fees	13,801	24,359
Endowment and special purposes funds	368,754	302,322
Due to operating fund	6,894	17,023
	<u>389,964</u>	<u>343,937</u>
	<u>\$ 4,166,384</u>	<u>\$ 4,240,642</u>

The accompanying notes are part of these financial statements.

Statement B

PROVINCIAL CANCER HOSPITALS
STATEMENT OF REVENUE SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
Balance at beginning of year	\$ 112,774	\$ (129,315)
Add:		
Surplus for the year	261,935	74,432
Transfer from reserve for capital purposes	—	187,646
Proceeds from sale of fixed assets	450	586
	<u>375,159</u>	<u>133,349</u>
Deduct:		
Refund to Alberta Hospital Services Commission with respect to overpayment of basic operating payments of previous year, net ..	26,735	14,527
Previous year's adjustment	142	6,048
	<u>26,877</u>	<u>20,575</u>
Balance at end of year	<u>\$ 348,282</u>	<u>\$ 112,774</u>

Statement C

PROVINCIAL CANCER HOSPITALS
STATEMENT OF CAPITAL SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
Balance at beginning of year	\$ 2,571,408	\$ 2,254,409
Add: Assets provided from Hospitalization Benefits Plan	150,037	319,572
	<u>2,721,445</u>	<u>2,573,981</u>
Deduct: Disposal of assets	12,319	2,573
Balance at end of year	<u>\$ 2,709,126</u>	<u>\$ 2,571,408</u>

Statement D

PROVINCIAL CANCER HOSPITALS
STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
<u>REVENUE</u>		
Contributions under the Hospitalization Benefits Plan:		
Out-patient clinics	\$ 5,021,504	\$ 3,676,475
Basic operating payments	2,514,438	1,640,617
Equipment and renovations	87,963	318,986
Special payments	3,986	2,000
	<u>7,627,891</u>	<u>5,638,078</u>
General services	117,410	101,436
Special services and service departments, Schedule 1	115,135	94,074
Interest income	39,656	41,922
Miscellaneous	87,368	31,335
	<u>7,987,460</u>	<u>5,906,845</u>
<u>EXPENDITURE</u>		
Salaries, wages and fees, Schedule 2	5,537,092	3,949,005
Supplies and direct expenses, Schedule 3	2,038,396	1,563,836
Equipment and renovations	150,037	319,572
	<u>7,725,525</u>	<u>5,832,413</u>
Surplus for the year	<u><u>\$ 261,935</u></u>	<u><u>\$ 74,432</u></u>

PROVINCIAL CANCER HOSPITALS NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Provincial Cancer Hospitals are operated under the authority of The Cancer Treatment and Prevention Act, Chapter 38, Revised Statutes of Alberta 1970.

Note 2 Accounts Receivable

Accounts receivable consist of the following:

	1975	1974
Hospitalization Benefits Plan	\$ 105,513	\$ 98,308
Patients, less allowance for doubtful accounts	43,255	25,272
Miscellaneous	29,823	17,656
	<u>\$ 178,591</u>	<u>\$ 141,236</u>

Note 3 Buildings

The premises occupied by the Dr. W. W. Cross Cancer Institute in Edmonton were constructed by the Department of Public Works and are not reflected in the Balance Sheet.

Note 4 Depreciation

No depreciation has been provided for furniture and equipment. The Hospitalization Benefits Plan provides funds for the acquirement and replacement of furniture and equipment.

Note 5 Comparative Figures

The 1974 comparative figures have been restated where necessary to conform to 1975 presentation.

Schedule 1

PROVINCIAL CANCER HOSPITALS SCHEDULE OF SPECIAL SERVICES AND SERVICE DEPARTMENTS REVENUE FOR THE YEAR ENDED DECEMBER 31, 1975 (with comparative figures)

	1975	1974
Dietary	\$ 60,771	\$ 49,986
Out-patient clinics	43,458	34,827
Parking	8,794	7,716
Pharmacy	1,820	1,145
Nuclear medicine	—	45
Medical records	292	355
	<u>\$ 115,135</u>	<u>\$ 94,074</u>

Schedule 2

PROVINCIAL CANCER HOSPITALS
SCHEDULE OF SALARIES, WAGES AND FEES
FOR THE YEAR ENDED DECEMBER 31, 1975
 (with comparative figures)

	1975	1974
Administration	\$ 767,725	\$ 573,594
General services	703,946	540,143
Special services:		
Therapeutic radiology	1,003,927	667,780
Out-patient clinics	485,656	324,763
Diagnostic radiology	424,534	313,270
Medical records and library	399,546	261,659
Nuclear medicine	272,569	165,718
Medicine	253,457	224,019
Medical physics	247,533	197,679
Pathology and laboratory	170,796	138,140
Central supply room	61,119	43,616
Pediatric oncology	49,130	—
Pharmacy	37,251	28,655
Operating room	36,616	17,030
CEA testing	28,105	—
Radiotherapy students	23,323	19,472
Medical art and photography	23,195	21,960
Surgery	20,458	14,660
Inhalation therapy	15,500	11,460
Social services	11,778	9,761
Gynecology	9,000	7,000
Thermography	8,484	—
Physiotherapy	4,076	6,125
Service departments:		
Housekeeping	173,484	133,638
Dietary	140,196	101,441
Linen	2,187	6,535
Plant operation and maintenance	163,501	120,887
	<u>\$ 5,537,092</u>	<u>\$ 3,949,005</u>

PROVINCIAL CANCER HOSPITALS
SCHEDULE OF SUPPLIES AND DIRECT EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Administration, Schedule 4	\$ 540,363	\$ 395,853
General services	177,611	148,324
Special services:		
Out-patient clinics	206,619	179,665
Diagnostic radiology	130,515	95,514
Nuclear medicine	87,515	75,716
Pathology and laboratory	81,006	62,150
Therapeutic radiology	76,931	74,710
Medical physics	62,851	88,913
Medical records and library	57,829	22,049
Central supply room	33,527	26,757
Pediatric oncology	22,848	—
CEA testing	16,816	—
Medicine	12,989	11,238
Medical education	7,829	6,252
Operating room	5,833	6,744
Ambulance	3,972	1,918
Thermography	2,400	—
Medical art and photography	2,368	1,874
Pharmacy	1,010	858
Physiotherapy	20	219
Hospital security	—	1,216
Miscellaneous	2,978	3,137
Service departments:		
Dietary	143,974	107,900
Laundry	50,786	35,377
Housekeeping	44,810	34,352
Linen	7,177	3,886
Plant operation, Schedule 4	257,819	179,214
	<u>\$ 2,038,396</u>	<u>\$ 1,563,836</u>

Schedule 4

PROVINCIAL CANCER HOSPITALS
SCHEDULE OF ADMINISTRATION AND PLANT OPERATION,
SUPPLIES AND DIRECT EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

ADMINISTRATION

	<u>1975</u>	<u>1974</u>
Pension fund contributions	\$ 215,552	\$ 151,117
Printing, postage and office supplies	76,532	74,342
Unemployment insurance	59,897	38,556
Travelling	49,947	33,233
Staff medical, hospitalization and group insurance plan contributions	31,609	26,089
Office equipment, maintenance and rental	23,170	18,723
Workers' Compensation Board	20,766	11,815
Insurance	10,369	9,830
Data processing	9,718	5,460
Advertising	5,446	3,878
Telephone and telegraph	4,919	3,716
Purchased services	4,638	2,250
Indemnity to board members	3,980	3,460
Legal fees	3,954	400
Audit fee	3,800	3,500
Association fees	3,312	1,531
Miscellaneous	12,754	7,953
	<u>\$ 540,363</u>	<u>\$ 395,853</u>

PLANT OPERATION

Building and equipment maintenance	\$ 129,251	\$ 60,995
Electricity	47,527	37,442
Telephone and telegraph	26,960	24,929
Steam	26,905	33,743
Water	11,683	7,770
Rent	6,478	5,880
Medical gases	5,569	4,940
Fuel	2,551	1,785
Taxes	120	170
Miscellaneous	775	1,560
	<u>\$ 257,819</u>	<u>\$ 179,214</u>

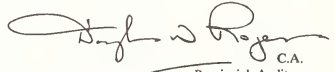
**OFFICE OF THE PROVINCIAL AUDITOR****AUDITOR'S REPORT**

To the Members of the
University of Alberta Hospital Board

I have examined the balance sheet and the statement of long term debt of the University of Alberta Hospital as at December 31, 1975 and the statements of revenue surplus, capital surplus and revenue and expenditure for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the hospital as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
April 28, 1976



C.A.
Provincial Auditor.

UNIVERSITY OF ALBERTA HOSPITAL

BALANCE SHEET

AS AT DECEMBER 31, 1975

(with comparative figures)

ASSETS

	<u>1975</u>	<u>1974</u>
Current:		
Cash	\$ 26,845	\$ 41,464
Short term deposits	5,000,000	3,500,000
Accounts receivable (Note 2)	3,941,807	2,171,903
Inventories, at cost	1,323,518	1,264,804
Accrued interest	709	80,150
Deposit with Workers' Compensation Board	5,000	5,000
Investments, at amortized cost (approximate market value: 1975 \$148,500; 1974 \$148,000) (Note 3)	149,875	149,575
Prepaid expenses	4,324	—
	<u>10,452,078</u>	<u>7,212,896</u>
Capital: (Note 4)		
Land and buildings, at cost	18,599,430	20,821,206
Furniture and equipment, at cost	11,414,861	9,810,346
Development costs, Health Sciences Centre	548,854	2,208
	<u>30,563,145</u>	<u>30,633,760</u>
Trust:		
Cash	35,706	71,262
Short term deposits	105,000	13,000
Investments, at amortized cost (approximate market value: 1975 \$3,949,000; 1974 \$3,566,000) (Note 3)	4,304,982	3,904,510
Accounts receivable	210,764	189,446
Accrued interest	75,875	65,815
Due from operating funds	89,537	80,727
	<u>4,821,864</u>	<u>4,324,760</u>
	<u>\$ 45,837,087</u>	<u>\$ 42,171,416</u>

<u>LIABILITIES</u>		
	<u>1975</u>	<u>1974</u>
Current:		
Bank overdraft, net	\$1,316,526	\$ 774,230
Accounts payable	1,488,290	1,962,728
Accrued salaries and wages payable	1,021,761	786,900
Holdbacks payable	10,576	25,716
Province of Alberta, working capital advance	900,000	900,000
Research prepayments	27,846	26,360
Deferred income (Note 5)	3,555,315	2,385,644
Due to trust funds	89,537	80,727
Reserves:		
Workers' Compensation Board	50,000	50,000
Emergency department renovations	43,242	—
Revenue surplus, Statement B	1,758,874	30,480
	<u>10,261,967</u>	<u>7,022,785</u>
Capital:		
Capital surplus, Statement C	25,647,150	24,730,548
Long term debt, Statement E	5,106,106	6,093,323
	<u>30,753,256</u>	<u>30,823,871</u>
Trust:		
General trust	1,764,924	1,645,802
Hospital reserve trust (Note 6)	1,645,990	1,574,893
Parking operation fund	1,157,572	886,631
Professional services trust	207,591	185,480
University Hospital Foundation	17,708	16,442
Patients' safekeeping	16,405	12,899
In-service education reserve	11,674	2,613
	<u>4,821,864</u>	<u>4,324,760</u>
	<u>\$ 45,837,087</u>	<u>\$ 42,171,416</u>

The accompanying notes are part of these financial statements.

Statement B

UNIVERSITY OF ALBERTA HOSPITAL
STATEMENT OF REVENUE SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 30,480	\$ 1,188,845
Add: Contribution under Hospitalization Benefits Plan		
toward previous year's deficit	1,613,170	444,142
Surplus (deficit) for the year	158,466	(1,602,507)
	<u>1,802,116</u>	<u>30,480</u>
Deduct: Reserve for emergency department renovations	43,242	—
Balance at end of year	<u>\$ 1,758,874</u>	<u>\$ 30,480</u>

Statement C

UNIVERSITY OF ALBERTA HOSPITAL
STATEMENT OF CAPITAL SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 24,730,548	\$ 22,401,185
Add: Assets provided from Hospitalization Benefits Plan	2,255,948	1,487,288
Repayment of capital advances	932,512	898,665
Redemption of debenture debt	54,706	51,250
Assets provided from donations	50,912	49,024
Assets provided from hospital funds	—	2,208
	<u>28,024,626</u>	<u>24,889,620</u>
Deduct:		
Write off of projects costs relating to Centennial Hospital	2,221,776	—
Equipment written off	155,700	159,072
	<u>2,377,476</u>	<u>159,072</u>
Balance at end of year	<u>\$ 25,647,150</u>	<u>\$ 24,730,548</u>

Statement D

UNIVERSITY OF ALBERTA HOSPITAL
STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

<u>REVENUE</u>		
	<u>1975</u>	<u>1974</u>
Contributions under the Hospitalization Benefits Plan:		
Basic operating payments	\$ 36,232,698	\$ 24,349,940
Equipment, extraordinary maintenance and renovations	2,320,580	2,100,485
Medical education	3,504,442	2,833,847
Debt charges	1,266,809	1,267,134
Bad debts	—	13,461
	<u>43,324,529</u>	<u>30,564,867</u>
Special services and service departments including administration and plant operation, Schedule 1	5,258,493	4,286,332
General services	4,015,190	2,707,075
Interest income, net	192,015	337,791
Research recoveries (Note 7)	238,922	179,928
Rental revenue	137,884	143,544
Students' fees	81,251	52,556
Department of Veteran Affairs, renovations	10,775	—
Donations	6,049	27,640
Miscellaneous	13,788	21,714
	<u>53,278,896</u>	<u>38,321,447</u>
<u>EXPENDITURE</u>		
Salaries and wages, Schedule 2	36,292,991	26,383,406
Supplies and direct expenses, Schedule 3	13,614,953	10,608,136
Equipment and renovations	1,706,755	1,485,350
Debt charges:		
Capital	987,218	949,915
Interest	279,591	317,219
Research (Note 7)	238,922	179,928
	<u>53,120,430</u>	<u>39,923,954</u>
Surplus (deficit) for the year	<u>\$ 158,466</u>	<u>\$ (1,602,507)</u>

Statement E

UNIVERSITY OF ALBERTA HOSPITAL
STATEMENT OF LONG TERM DEBT

AS AT DECEMBER 31, 1975
(with comparative figures)

<u>Maturity Date</u>	<u>Rate of Interest</u>	<u>Original Amount</u>	<u>1975 Amount Outstanding</u>	<u>1974 Amount Outstanding</u>
Advances from Provincial Treasurer:				
Dec. 31, 1978	3½ %	\$ 10,538,566	\$ 2,077,427	\$ 2,723,605
Jul. 1, 1979	3½	2,000,507	517,014	635,529
Jul. 1, 1980	3½	966,363	306,998	362,311
Jul. 1, 1981	5¾	1,385,600	586,628	666,658
Jul. 1, 1982	5¾	539,212	259,433	288,883
Jul. 1, 1983	5¾	58,570	31,379	34,404
			<u>3,778,879</u>	<u>4,711,390</u>
Debentures payable:				
Sep. 1, 1984	5¾	275,000	161,535	174,966
Jun. 1, 1985	5¾	300,000	190,871	204,727
Dec. 15, 1992	7¾	1,051,305	974,821	1,002,240
			<u>1,327,227</u>	<u>1,381,933</u>
			<u>\$ 5,106,106</u>	<u>\$ 6,093,323</u>

UNIVERSITY OF ALBERTA HOSPITAL NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The University of Alberta Hospital operates under the authority of The University of Alberta Hospital Act, Chapter 379, Revised Statutes of Alberta 1970.

Note 2 Accounts Receivable

Accounts receivable less allowances for doubtful accounts consist of the following:

	1975	1974
Hospitalization Benefits Plan	\$ 2,168,664	\$ 1,104,386
Patients	1,136,834	498,033
Workers' Compensation Board	252,405	197,226
Government of Canada	152,570	131,159
Miscellaneous	231,334	241,099
	<u>\$ 3,941,807</u>	<u>\$ 2,171,903</u>

The Alberta Hospital Services Commission has assumed responsibility for certain bad debt charges incurred by the Hospital subsequent to January 1, 1972. Claimable amounts have not been determined and are not reflected in the financial statements.

Accounts receivable under the Hospitalization Benefits Plan are subject to approval and final determination by the Alberta Hospital Services Commission and collection is subject to such approval.

Note 3 Investments

Investments are summarized hereunder:

	Par Value	Amortized Cost
Operating:		
Government of Canada bonds	\$ 150,000	\$ 149,875
Trust:		
Government of Canada bonds, direct and guaranteed ...	\$ 385,000	\$ 371,116
Provincial debentures, direct and guaranteed	1,472,500	1,465,426
Corporate debentures	1,962,000	1,958,640
Corporate term notes	500,000	499,800
Municipal debentures	10,000	10,000
	<u>\$ 4,329,500</u>	<u>\$ 4,304,982</u>

Note 4 Capital

No depreciation has been provided on buildings, furniture or equipment. The Hospitalization Benefits Plan provides funds for acquirement and replacement of furniture and equipment and for retirement of debt incurred in the acquirement of capital assets.

Note 5 Deferred Income

Deferred income is comprised of the pro-rata budget payments received in December, 1975 in the amount of \$3,469,636 applicable to January 1976, unexpended funds of \$3,837 received for the Transplant Immunology Program and student nurses tuition fees in an amount of \$81,842.

Note 6 Hospital Reserve Trust

Transactions in the Hospital reserve trust are as undernoted:

	1975	1974
Balance at beginning of year	\$ 1,574,893	\$ 1,546,201
Add: Interest earnings	126,317	124,980
	<u>1,701,210</u>	<u>1,671,181</u>
Deduct: Transfer to in-service education reserve	25,000	16,000
Day care centre, net operating costs	12,834	13,484
Contribution to University Hospital Womens' Auxiliary	10,000	10,000
Contribution to salary of administrative resource officer	5,036	—
Retirement award	2,000	—
Contribution to University of Alberta Foundation..	—	46,674
Establishing School of Nursing 50th Anniversary Scholarship Endowment Fund	—	10,000
Miscellaneous	350	130
	<u>55,220</u>	<u>96,288</u>
Balance at end of year	<u>\$ 1,645,990</u>	<u>\$ 1,574,893</u>

Note 7 Research

Research expenditure and recoveries are summarized hereunder:

Expenditure:		
Salaries	\$ 135,322	\$ 113,407
Other	103,600	66,521
	<u>\$ 238,922</u>	<u>\$ 179,928</u>
Recoveries:		
Special services and research trust funds	\$ 98,672	\$ 80,219
Medical Research Council grants	75,272	67,966
Societies and other sources	64,978	31,273
National Health grants	—	470
	<u>\$ 238,922</u>	<u>\$ 179,928</u>

Note 8 Comparative Figures

The 1974 comparative figures have been restated where necessary to conform to 1975 presentation.

Schedule 1

UNIVERSITY OF ALBERTA HOSPITAL

SCHEDULE OF SPECIAL SERVICES AND SERVICE DEPARTMENTS REVENUE
INCLUDING ADMINISTRATION AND PLANT OPERATION

FOR THE YEAR ENDED DECEMBER 31, 1975

(with comparative figures)

	1975	1974
Clinical laboratories	\$ 1,578,328	\$ 1,199,876
Dietary	1,011,383	853,435
Radiology	652,838	450,006
Emergency	479,172	420,180
Rehabilitation	347,554	266,460
Laundry	195,675	174,932
Psychiatry	177,312	152,192
Pulmonary function	152,752	139,673
Pharmacy	123,126	105,161
Blindness control	97,620	82,535
Administration	62,442	116,812
Radioisotope	55,779	36,807
Photography	54,970	45,354
Health science clinics	53,872	43,931
Cystoscopy	47,540	35,406
Electroencephalogram unit	39,568	23,543
Electrocardiogram unit	27,983	26,425
Social service	20,296	27,741
Housekeeping	13,861	13,745
Respiratory therapy	9,768	9,371
Renal unit	8,418	6,751
Family clinic	7,956	15,000
Linen	6,751	3,314
Gastrointestinal motility	6,289	6,245
Medical supplies	5,988	5,471
Metabolic day care	5,753	—
Plant operation	5,090	7,229
Operating room	4,456	13,944
Infertility clinic	2,794	3,347
Clinical investigation unit	1,576	—
Diet counselling	1,177	1,446
Cardio medicine	406	—
	<u>\$ 5,258,493</u>	<u>\$ 4,286,332</u>

UNIVERSITY OF ALBERTA HOSPITAL
SCHEDULE OF SALARIES AND WAGES
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Administration	\$ 2,081,189	\$ 1,560,187
General services	12,877,540	9,138,219
Special services:		
Education of students and interns	4,623,160	3,670,366
Clinical laboratories	3,181,804	2,110,199
Operating room	1,187,086	861,395
Rehabilitation	918,917	669,761
Radiology	797,925	538,701
Emergency	653,502	436,287
Respiratory therapy	465,126	310,092
Renal unit	427,240	258,993
Psychiatry	392,133	240,564
Medical records	330,977	224,603
Pharmacy	281,611	222,202
Delivery room	255,190	173,036
Social service	222,461	166,401
Pulmonary function	220,340	184,545
Health science clinics	166,367	121,553
Blindness control	157,673	110,456
Cardio medicine	106,459	76,071
Cystoscopy	82,769	75,323
Photography	82,549	60,558
Radioisotope	74,278	59,284
Electrocardiogram unit	61,128	42,687
Electroencephalogram unit	52,811	30,309
Cardio surgery	36,114	29,525
Metabolic day care	20,740	—
Dental clinic	19,061	8,797
Endoscopy	13,874	4,980
Gastrointestinal motility	12,344	22,782
Infertility clinic	11,684	6,130
Family clinic	—	39,289
Service departments:		
Housekeeping	2,409,789	1,674,649
Dietary	1,920,392	1,455,537
Laundry	525,822	418,263
Linen	358,065	241,115
Plant operation and maintenance	1,264,871	1,140,547
	<u>\$ 36,292,991</u>	<u>\$ 26,383,406</u>

Schedule 3

UNIVERSITY OF ALBERTA HOSPITAL
SCHEDULE OF SUPPLIES AND DIRECT EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Administration, Schedule 4	\$ 2,699,353	\$ 2,064,189
General services	1,947,533	1,462,553
Special services:		
Radiology	1,026,761	825,956
Clinical laboratories	856,635	638,376
Operating room	719,988	545,739
Renal unit	465,952	392,274
Cardio surgery	424,858	281,702
Education of students and interns	268,199	269,808
Pulmonary function	139,073	122,994
Pharmacy	138,392	91,708
Emergency	136,082	119,374
Radioisotope	132,581	110,924
Respiratory therapy	118,537	76,763
Electrocardiogram unit	112,062	98,415
Cardio medicine	76,853	73,788
Cystoscopy	57,407	56,046
Rehabilitation	52,319	51,078
Electroencephalogram unit	46,407	24,306
Delivery room	37,439	26,912
Medical records	22,334	17,569
Photography	22,312	13,455
Endoscopy	18,328	3,340
Health science clinics	17,421	11,658
Blindness control	16,808	12,317
Metabolic day care	8,871	1,384
Psychiatry	7,931	5,409
Dental clinic	7,171	4,739
Gastrointestinal motility	5,066	5,065
Social service	1,963	2,574
Infertility clinic	973	471
Family clinic	—	3,918
Service departments:		
Dietary	1,717,479	1,430,380
Linen	264,600	195,439
Housekeeping	238,167	184,149
Laundry	132,408	94,183
Plant operation, Schedule 4	1,676,690	1,289,181
	<u>\$ 13,614,953</u>	<u>\$ 10,608,136</u>

UNIVERSITY OF ALBERTA HOSPITAL
SCHEDULE OF ADMINISTRATION AND PLANT OPERATION,
SUPPLIES AND DIRECT EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
<u>ADMINISTRATION</u>		
Pension fund contributions	\$ 1,201,005	\$ 865,939
Unemployment insurance	474,230	307,243
Printing, postage and office supplies	221,327	197,901
Staff medical, hospitalization and group insurance plan contributions	154,881	138,269
Telephone and telegraph	133,794	110,886
Travelling	100,071	24,381
Provision for doubtful accounts	82,283	84,587
Workers' Compensation Board	71,553	63,261
Data processing	65,545	44,004
Office equipment, rentals and repairs	51,836	40,399
Legal and consulting fees	33,535	19,131
Advertising	33,027	43,276
Association fees	24,131	9,713
Recruitment and training	18,750	59,494
Audit fee	16,100	11,000
Insurance	12,830	11,278
Traffic study	1,627	—
Miscellaneous	6,537	5,950
Inventory adjustment	(3,709)	27,477
	<u>\$ 2,699,353</u>	<u>\$ 2,064,189</u>
<u>PLANT OPERATION</u>		
Building maintenance, including alterations	\$ 991,897	\$ 794,252
Fuel	146,948	106,274
Water	135,374	94,700
Electricity	128,292	89,945
Regulatory and security services	97,567	65,346
Equipment maintenance	71,954	61,361
Rent	71,790	31,426
Grounds maintenance	19,263	36,206
Insurance	13,401	9,671
Consulting fees	204	—
	<u>\$ 1,676,690</u>	<u>\$ 1,289,181</u>



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Housing Corporation

I have examined the balance sheet of the Alberta Housing Corporation as at March 31, 1976 and the statements of revenue and expenditure and contributed surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

Based on information available, I was unable to determine the adequacy of the mortgage insurance fund.

In my opinion, except for the comment referred to above with respect to the mortgage insurance fund, these financial statements present fairly the financial position of the Corporation as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding period.

Edmonton, Alberta
September 10, 1976

A handwritten signature in dark ink, appearing to read 'D. W. R. J.', is written over a horizontal line. To the right of the signature, the letters 'C.A.' are printed.

C.A.
Provincial Auditor.

Statement A

ALBERTA HOUSING CORPORATION

BALANCE SHEET

AS AT MARCH 31, 1976

(with comparative figures)

ASSETS

Capital Fund

	1976	1975
Current:		
Cash	\$ 4,347,633	\$ —
Municipal agreements receivable, including accrued interest	5,227,324	3,421,192
Student housing agreements receivable	2,750,761	2,807,330
Unamortized debenture discount	25,041	27,902
Investment in projects, Schedule 1	180,018,398	95,155,650
Fixed assets, at cost, Schedule 2 (Note 3)	882,168	525,178
Due from loan fund	6,713,496	—
	<u>199,964,821</u>	<u>101,937,252</u>

Operating Fund

Current:		
Cash	293,647	—
Accounts receivable	5,443,708	2,325,432
Prepaid expenses	111,124	87,921
	<u>5,848,479</u>	<u>2,413,353</u>
Due from capital fund	9,808,936	1,840,351
Due from loan fund	—	1,587,995
	<u>15,657,415</u>	<u>5,841,699</u>

Loan Fund

Current:		
Cash	86,828	—
Mortgages and loans receivable	146,490,667	81,730,883
Due from operating fund	3,283,623	—
Due from mortgage insurance fund	—	4,005
	<u>149,861,118</u>	<u>81,734,888</u>

Mortgage Insurance Fund

Current:		
Cash	652,376	145,177
Short term deposits	991,000	—
Accrued interest receivable	4,125	3,624
	<u>1,647,501</u>	<u>148,801</u>
Investments, at cost	767,000	1,067,000
Due from loan fund	2	—
	<u>2,414,503</u>	<u>1,215,801</u>
	<u>\$367,897,857</u>	<u>\$190,729,640</u>

<u>LIABILITIES</u>		1976	1975
Capital Fund			
Current:			
Bank indebtedness	\$ —	\$ 2,145,621	
Accounts payable	5,844,357	4,099,747	
Holdbacks payable	6,001,496	3,274,488	
Advances from Province of Alberta	—	1,592,270	
	11,845,853	11,112,126	
Long term debt, Schedule 3	168,529,568	80,298,601	
Contributed surplus, Statement C	9,780,464	8,686,174	
Due to operating fund	9,808,936	1,840,351	
	199,964,821	101,937,252	
Operating Fund			
Current:			
Bank indebtedness	3,817,347	1,654,066	
Accounts payable	1,653,183	482,156	
Accrued interest payable	718,477	3,705,477	
Deferred Province of Alberta contributions (Note 4)	6,184,785	—	
	12,373,792	5,841,699	
Due to loan fund	3,283,623	—	
	15,657,415	5,841,699	
Loan Fund			
Current:			
Bank indebtedness	4,498,823	697,265	
Accounts payable	6,532	—	
Accrued interest payable	59,274	4,214,169	
Tax deposits on mortgages, including accrued interest	1,345,346	892,197	
	5,909,975	5,803,631	
Long term debt, Schedule 3	137,237,645	74,343,262	
Due to capital fund	6,713,496	—	
Due to operating fund	—	1,587,995	
Due to mortgage insurance fund	2	—	
	149,861,118	81,734,888	
Mortgage Insurance Fund			
Mortgage insurance fund (Note 5)	2,414,503	1,211,796	
Due to loan fund	—	4,005	
	2,414,503	1,215,801	
	\$367,897,857	\$190,729,640	

The accompanying notes are part of these financial statements.

Statement B

ALBERTA HOUSING CORPORATION
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1976

REVENUE		
Interest earnings:		
Housing loans	\$ 10,622,612	
Other	530,162	
Rentals	3,933,293	
Loan application fees	191,070	
Other	19,613	
		\$ 15,296,750
EXPENDITURE		
Interest on long term debt	19,364,166	
Grants and subsidies, Schedule 4	4,092,525	
Salaries and employee benefits	3,582,346	
Building maintenance and expenses	2,027,650	
Other administration expenses, Schedule 5	1,487,151	
Bank and other interest	852,189	
Capital expenditure for fixed assets (Note 3)	389,267	
Amortization of investment in projects (Note 3)	101,393	
	31,896,687	
Less:		
Interest charged to investment in projects	\$ 7,612,593	
Overhead charged to investment in projects	2,432,420	
Operating expense recoveries, net	62,773	
		10,107,786
		21,788,901
Excess of expenditure over revenue for the year before adjustments		6,492,151
Less: Prior years' adjustments (Note 6)		1,023,045
Excess of expenditure over revenue		5,469,106
Contributions by the Province of Alberta		\$ 5,469,106

Statement C

ALBERTA HOUSING CORPORATION
STATEMENT OF CONTRIBUTED SURPLUS
FOR THE YEAR ENDED MARCH 31, 1976

Balance at beginning of year		\$ 8,686,174
Add:		
Donated funds for capital purposes	\$ 988,000	
Fixed assets acquired from operations (Note 3)	389,267	
		1,377,267
		10,063,441
Deduct: Disposal of donated assets		282,977
Balance at end of year		\$ 9,780,464

ALBERTA HOUSING CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Alberta Housing Corporation operates under authority of The Alberta Housing Act, Chapter 175, Revised Statutes of Alberta 1970.

Note 2 Subsequent Event

The Alberta Home Mortgage Corporation Act, Chapter 26, Statutes of Alberta 1976 was assented to May 19, 1976. This Act established the Alberta Home Mortgage Corporation and transferred from the Alberta Housing Corporation certain assets, liabilities and administrative responsibilities of the loan and mortgage insurance funds.

Note 3 Accounting Policies

Amortization of investment in projects:

The amount of amortization is equal to the principal reduction during the year of that portion of long term debt which financed the Corporation's investment in projects.

Disposal of donated assets:

Donated assets are included at appraised values with the offsetting credit to contributed surplus. Gross proceeds on any disposals are recorded as revenue.

Fixed assets:

No provision for depreciation on fixed assets is made in the financial statements. Purchases are charged to operations in the year of purchase and gross proceeds on any disposals are recorded as revenue. Fixed assets are shown on the balance sheet at original cost with the offsetting credit to contributed surplus.

Note 4 Deferred Province of Alberta Contributions

The unexpended portion of contributions received from the Province of Alberta has been deferred to cover future net operating costs.

Note 5 Mortgage Insurance Fund

This comprises mortgage fees collected from mortgagors to be used to offset future losses, if any, on mortgages receivable. Transactions of the Fund for the year ended March 31, 1976 are summarized hereunder:

Balance at beginning of year		\$ 1,211,796
Add: Mortgage insurance fees collected	\$ 1,067,280	
Interest earnings	135,427	
		<u>1,202,707</u>
Balance at end of year		\$ <u>2,414,503</u>

Mortgage insurance fees are collected at the time of the final advance on all new mortgages. Fees on interim advances have not been accrued.

Note 6 Prior Years' Adjustments

Prior years' adjustments to operations are summarized hereunder:

Recovery of interest, amortization and grants in lieu of taxes on student housing from the Province of Alberta ...		\$ 616,824
Recovery of operating subsidies on public and senior citizens' housing from Central Mortgage and Housing Corporation		608,008
Adjustment of economic rent charges		208,123
Adjustment of interest earnings		53,730
Adjustment of operating expense recoveries, net		18,713
		<u>1,505,398</u>
Less: Adjustment of interest on long term debt, net	\$ 194,497	
Adjustment of interest charged to investment in projects, net	171,585	
Adjustment of overhead charged to investment in projects, net	77,610	
Adjustment to grants and subsidies, net	38,661	
		<u>482,353</u>
		\$ <u>1,023,045</u>

Note 7 Guarantees

The repayment of principal and interest of any borrowings by the Corporation and the principal and interest of, and any premiums payable under, any notes, bonds, mortgages, debentures or other securities issued by the Corporation, are guaranteed by the Province of Alberta under provision of Section 13 (1) of The Alberta Housing Act.

Note 8 Commitments

As at March 31, 1976 the Corporation had commitments totalling \$103,319,553 with respect to unadvanced amounts on approved mortgages and loans. In addition, there were other contractual obligations for which the amounts could not be determined.

Note 9 Contingent Liability

Remedial work required on a construction project of the Corporation has been estimated at approximately \$600,000 as at March 31, 1976. These costs are not reflected in the statements pending determination of responsibility.

Note 10 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Corporation is subject to controls on compensation paid to its employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.

Note 11 Comparative Figures

Inasmuch as the previous fiscal period covered fifteen months, comparative figures have not been presented on the statements of revenue and expenditure and contributed surplus. The 1975 comparative figures on the balance sheet have been restated where necessary to conform to 1976 presentation.

Schedule 1

ALBERTA HOUSING CORPORATION
SCHEDULE OF INVESTMENT IN PROJECTS

AS AT MARCH 31, 1976

	Land Assembly and Development	Senior Citizens' Housing	Staff, Welfare and Other Rental Housing	Public Housing	Student Housing	Community Residences	Urban Renewal	Rural and Native Housing	Total
Purchased and constructed buildings and purchased land:									
Cost	\$ —	\$ 21,082,827	\$ 10,487,803	\$ 10,828,954	\$ 3,023,767	\$ 978,654	\$ —	\$ —	\$ 46,402,005
Accumulated amortization	—	(503,092)	(873,140)	(273,795)	(124,950)	(43,566)	—	—	(1,818,543)
Equity in Federal, Provincial and Municipal Housing:									
Cost	—	—	—	1,996,828	—	—	—	—	1,996,828
Accumulated amortization	—	—	—	(197,479)	—	—	—	—	(197,479)
	—	20,579,735	9,614,663	12,354,508	2,898,817	935,088	—	—	46,382,811
Land and develop- ment, at cost less sale and option proceeds	61,636,917	—	—	—	—	—	—	—	61,636,917
Equity in land and development, at estimated realizable value	—	—	—	—	—	—	420,063	—	420,063
Donated land and buildings, at appraised value (A)	—	843,000	5,346,282	—	—	7,900	—	—	6,197,182
Construction in progress, at cost ..	—	53,026,499	5,567,032	6,376,284	—	—	—	411,610	65,381,425
	\$ 61,636,917	\$ 74,449,234	\$ 20,527,977	\$ 18,730,792	\$ 2,898,817	\$ 942,988	\$ 420,063	\$ 411,610	\$ 180,018,398

Note: (A) Most of the appraised values were determined by officials of the Alberta Housing Corporation.

ALBERTA HOUSING CORPORATION

SCHEDULE OF FIXED ASSETS

AS AT MARCH 31, 1976

Land	\$ 9,054
Buildings	84,915
Transportation equipment	132,272
Office equipment	459,590
Leasehold improvements	162,285
Tools	34,052
	<u>\$ 882,168</u>

Schedule 3

ALBERTA HOUSING CORPORATION

SCHEDULE OF LONG TERM DEBT

AS AT MARCH 31, 1976

Particulars	Repay- ment Terms (A)	Maturity Date	Interest Rate	Principal Outstanding March 31, 1976
Capital Fund				
Debentures	1 (B)	Sep. 15, 1984	9¾%	\$ 2,200,000
	2	Mar. 1, 1998	6¼	308,276
	2	Nov. 1, 1998	5¾	2,442,485
	2	Jun. 1, 2022	7%	2,516,683
	2	Aug. 1, 2022	7½	47,718
				<hr/> 7,515,162
Advances from Central Mortgage and Housing Corporation	2	Jan. 1, 1986	7%	1,935,386
	2	Jul. 1, 1986	8¼	735,088
	2	Jan. 1, 1988	7¼	45,985
	3	Jan. 1, 1998	8	502,393
	3	Jan. 1, 2001	8	452,871
	2	Jul. 1, 2022	7½	80,104
	2	Sep. 1, 2022	7½	66,134
	2	Jan. 1, 2023	7½	1,653,549
	3	Jan. 1, 2023	7½	701,758
	3	Jan. 1, 2023	7%	194,268
	2	Feb. 1, 2023	7½	158,092
	2	Apr. 1, 2023	7¼	2,487,664
	2	Apr. 1, 2023	7%	2,451,380
	2	Jul. 1, 2023	7½	674,209
	2	Jul. 1, 2023	7%	86,658
	2	Sep. 1, 2023	7½	307,308
	2	Jan. 1, 2024	7½	214,715
	2	Jan. 1, 2024	7%	69,311
	2	Jan. 1, 2024	7%	560,480
	3	Jan. 1, 2024	7%	782,254
	3	Jan. 1, 2024	8	765,852
	2	Jul. 1, 2024	7%	343,488
	3	Jan. 1, 2025	8	1,900,450
	3	Jan. 1, 2025	8½	213,413
	3	Jan. 1, 2025	10¾	1,305,600
	3	Jan. 1, 2026	8	2,142,040
	3	Jan. 1, 2026	7½	338,013
	3	Jan. 1, 2026	7%	52,404
	4	—	7½	158,535
	4	—	8	17,517,566
	4	—	9¾	2,531,152
	4	—	8¾	97,271
	4	—	10¾	4,607,301
	4	—	10¾	1,143,111
				<hr/> 47,275,803
Advances from Province of Alberta	4	—	Various	112,015,009
Mortgages	5	Various	Various	1,723,594
				<hr/> \$168,529,568
Loan Fund				
Advances from Province of Alberta	4	—	Various	\$137,237,645

Continued on Page 246

Schedule 3 (continued)

Notes: (A) Repayment Terms

1. Principal at maturity, interest monthly in Deutsche Marks.
2. Semi-annually in equal blended payments of principal and interest.
3. Annually in equal blended payments of principal and interest.
4. Not established as at March 31, 1976.
5. Monthly in equal blended payments of principal, interest and taxes.

(B) This debenture for 8,140,000 Deutsche Marks would amount to \$3,174,600, based on the rate of exchange as at March 31, 1976.

(C) Approximate aggregate principal repayments, where established, due in each of the next five fiscal years are:

1976-77	\$462,431
1977-78	487,154
1978-79	525,622
1979-80	567,187
1980-81	612,104

Schedule 4

ALBERTA HOUSING CORPORATION
SCHEDULE OF GRANTS AND SUBSIDIES
 FOR THE YEAR ENDED MARCH 31, 1976

Public housing, net	\$ 1,599,303
Senior citizens	655,161
Neighbourhood improvement programme	629,913
Urban renewal	494,441
Interest	363,999
Metis housing emergency repair programme	200,000
Rural and native housing	43,377
Other	106,331
	<u>\$ 4,092,525</u>

Schedule 5

ALBERTA HOUSING CORPORATION
SCHEDULE OF OTHER ADMINISTRATION EXPENSES
 FOR THE YEAR ENDED MARCH 31, 1976

Office rental and maintenance	\$ 332,459
Travelling, moving allowances and conferences	332,196
Professional fees	235,956
Stationery and office supplies	167,057
Telephone, telegraph and postage	110,724
Staff recruitment, relocation and training	83,514
Office equipment rentals	55,540
Staff housing subsidy	32,320
Vehicle expenses	32,170
Advertising	23,995
Insurance	15,898
Bad debts	15,159
Freight	14,561
Directors' fees	9,575
Office equipment maintenance	4,401
Sundry	21,626
	<u>\$ 1,487,151</u>



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Members of

The Workers' Compensation Board

I have examined the balance sheet of The Workers' Compensation Board of Alberta as at December 31, 1975 and related statements (numbers 2 to 10 inclusive) for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

Based on information available I was unable to determine the adequacy of the reserves detailed in Statement 9 or the adequacy of the estimated liability for future claims costs referred to in Note 6 to the financial statements.

In my opinion, except for the comments referred to above with respect to reserves and estimated liability for future claims costs, these financial statements present fairly the financial position of the Board as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
May 11, 1976

C.A.
Provincial Auditor.

Statement 1

THE WORKERS' COMPENSATION BOARD

BALANCE SHEET

AS AT DECEMBER 31, 1975

(with comparative figures)

ASSETS

	1975	1974
Cash	\$ 1,360	\$ 57,197
Deposits in trust with the Province of Alberta	36,374,743	14,945,225
Assessments receivable (Note 3)	16,734,482	9,482,771
Advances to pensioners	650,983	530,987
Accounts receivable	518,728	571,207
Advances to employees, secured by chattel mortgages	43,101	40,181
Accrued interest	2,832,109	2,688,053
Investments, at amortized cost (Note 4)	118,472,634	116,872,539
Land, buildings and equipment (Note 5)	5,555,559	5,524,902
	<u>\$181,183,699</u>	<u>\$150,713,062</u>

LIABILITIES AND RESERVES

Bank overdraft, net	\$ 2,303,351	\$ 637,981
Suspense	251,101	198,323
Employers' credit balances	497,081	253,588
Employers' deposit accounts	575,947	697,171
Estimated merit rebates	15,389,700	10,492,500
Estimated liability for future claims costs (Note 6)	43,088,609	28,026,778
Pension liability—funded (Note 7)	89,514,617	74,956,439
Distributable surplus from pension liability—funded (Note 8)	—	6,770,140
Reserves:		
Silicosis	1,583,664	1,541,517
Rehabilitation	1,232,546	912,907
Disasters	3,209,306	3,440,268
Enhanced Disabilities	2,809,348	2,042,957
Section 66	211,277	187,946
Loss on realization of investments	2,369,000	2,337,000
Operating reserve (Note 9)	18,148,152	18,217,547
	<u>\$181,183,699</u>	<u>\$150,713,062</u>

The accompanying notes are part of these financial statements.

Statement 2

THE WORKERS' COMPENSATION BOARD
SUMMARIZED STATEMENT OF TRANSACTIONS AND
CHANGES IN OPERATING RESERVE

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	Transactions in Respect of 1975	Transactions in Respect of Prior Years	1975 Total	1974 Total
REVENUE				
Assessments	\$ 77,170,819	\$ 1,637,325	\$ 78,808,144	\$ 56,261,203
Deduct: Estimated or adjusted merit rebates	15,389,700	160,058	15,549,758	10,560,236
	61,781,119	1,477,267	63,258,386	45,700,967
Interest	5,036,114	—	5,036,114	4,272,127
	<u>\$ 66,817,233</u>	<u>\$ 1,477,267</u>	<u>\$ 68,294,500</u>	<u>\$ 49,973,094</u>
EXPENDITURE				
Compensation	\$ 12,922,021	\$ 6,962,283	\$ 19,884,304	\$ 15,856,511
Pension awards	10,366,364	11,480,485	21,846,849	16,868,039
Medical aid	4,703,797	4,010,592	8,714,389	7,080,781
	<u>27,992,182</u>	<u>22,453,360</u>	<u>50,445,542</u>	<u>39,805,331</u>
Deduct: Portion of above charged to:				
Reserves	3,108,306	6,378,557	9,486,863	6,780,496
Estimated future claims costs	—	16,074,803	16,074,803	11,253,845
	<u>3,108,306</u>	<u>22,453,360</u>	<u>25,561,666</u>	<u>18,034,341</u>
	24,883,876	—	24,883,876	21,770,990
Provision for:				
Reserves	10,749,457	—	10,749,457	7,839,567
Estimated future claims costs	21,950,300	3,123,081	25,073,381	18,964,173
Administrative and general expenses	5,874,085	—	5,874,085	4,317,787
Accident prevention expenses	1,751,096	—	1,751,096	1,444,176
	<u>\$ 65,208,814</u>	<u>\$ 3,123,081</u>	<u>\$ 68,331,895</u>	<u>\$ 54,336,693</u>
PROVISIONAL SURPLUS (DEFICIT) ..	<u>\$ 1,608,419</u>	<u>\$ (1,645,814)</u>	<u>\$ (37,395)</u>	<u>\$ (4,363,599)</u>
Deduct: Appropriation for reserve for loss on realization of investments ..			32,000	58,000
NET INCREASE (DECREASE) IN OPERATING RESERVE			(69,395)	(4,421,599)
Reserve at beginning of year			18,217,547	22,639,146
RESERVE AT END OF YEAR			<u>\$ 18,148,152</u>	<u>\$ 18,217,547</u>

THE WORKERS' COMPENSATION BOARD
STATEMENT OF TRANSACTIONS ON BEHALF OF SELF-INSURERS
FOR THE YEAR ENDED DECEMBER 31, 1975

REVENUE

Assessments	\$ 4,057,789
Interest	73,618
Distributable surplus from pension liability—funded (Note 8)	362,864
	<u>\$ 4,494,271</u>

EXPENDITURE

Compensation	\$ 1,324,091
Pension awards	1,663,434
Medical aid	952,217
	<u>3,939,742</u>
Deduct: Portion of above charged to reserves	219,102
	<u>3,720,640</u>
Provision for reserves	257,321
Administrative and general expenses	391,100
Accident prevention expenses	125,210
	<u>\$ 4,494,271</u>

THE WORKERS' COMPENSATION BOARD
PROVISIONAL FINANCIAL STATEMENT BY CLASSES
FOR THE YEAR ENDED DECEMBER 31, 1975

Class	REVENUE				EXPENDITURE										Provisional Class Balances from Statement 5	Provisional Surplus or Deficit, 1975	Provisional Class Balances December 31, 1975
	Assessments	Deduct: Merit Rebates	Interest	Net Revenue	Claims Costs	Deduct: Charged to Reserves	Provision for Reserves	Provision for Estimated Future Claims Costs	Administrative and General Expenses	Accident Prevention Expenses	Net Expenditure						
1-01	\$ 1,218,390	\$ 388,300	\$ 199,161	\$ 1,029,251	\$ 265,191	\$ 11,198	\$ 209,894	\$ 617,000	\$ 71,955	\$ 6,236	\$ 1,153,438	\$ 124,187	\$ 26,691	\$ 185,803	\$ 97,496		
1-02	444,640	79,000	25,902	391,092	164,494	3,653	32,749	220,000	15,830	5,670	435,090	43,998	185,803	185,803	141,805		
2-01	184,643	—	14,508	199,151	107,762	—	31,985	59,100	16,820	1,360	127,027	17,876	158,002	158,002	140,126		
3-01	1,410,307	375,200	147,019	1,182,126	308,118	20,642	309,901	263,000	60,250	21,910	942,807	239,319	666,583	666,583	904,902		
3-02	1,155,406	257,900	138,292	1,035,798	333,859	26,162	209,179	339,000	62,240	24,330	962,446	73,352	776,990	776,990	850,261		
4-01	452,212	82,800	42,762	412,174	303,846	4,212	63,123	178,000	32,080	17,940	590,777	178,603	48,927	48,927	129,676		
4-02	503,397	140,000	414,953	51,556	37,886	3,786	80,639	110,000	20,890	5,980	290,838	124,115	270,638	270,638	394,749		
4-03	2,982,145	379,100	229,296	2,822,341	1,474,778	21,650	493,735	1,250,000	125,020	74,560	3,396,443	369,443	564,749	564,749	1,000,000		
4-04	1,488,211	310,700	80,500	1,257,011	1,095,423	47,853	1,007,568	1,400,000	28,720	38,730	1,436,298	1,401,568	42,730	42,730	500,507		
4-05	807,312	198,400	53,320	662,232	313,963	95,485	100,467	187,000	37,100	12,010	555,055	78,736	260,151	260,151	381,415		
5-01	3,604,834	882,000	231,123	2,983,957	828,431	139,431	1,667,874	795,000	417,490	88,610	2,451,974	531,983	584,807	584,807	1,116,790		
6-01	10,047,756	1,974,100	603,946	8,677,602	3,299,288	551,129	1,368,010	3,125,000	698,960	350,400	8,290,529	387,073	2,820,381	2,820,381	3,207,454		
6-02	2,583,607	546,900	149,320	2,186,027	837,003	11,453	328,784	800,000	224,800	82,970	2,262,104	76,077	271,431	271,431	195,354		
6-03	2,477,982	447,000	150,062	2,150,444	698,229	29,149	294,685	768,500	194,180	59,100	1,985,545	164,899	621,351	621,351	786,250		
6-04	7,999,846	140,800	52,948	7,111,994	2,007,759	2,398	99,741	233,000	43,120	38,600	612,822	99,172	334,128	334,128	533,000		
6-05	1,039,301	267,200	50,288	822,389	123,106	3,093	122,951	167,000	26,480	20,350	456,794	362,583	43,211	43,211	68,551		
6-06	7,028,008	251,300	45,013	6,731,721	2,339,811	20,087	1,099,374	1,865,000	312,400	131,160	5,904,612	349,005	211,339	211,339	2,766,896		
6-07	7,821,726	1,166,300	44,385	6,611,121	2,448,873	93,226	1,719,711	2,440,000	29,540	11,720	5,904,612	211,339	276,530	276,530	65,191		
6-08	371,563	117,400	31,972	286,135	45,402	—	72,509	69,000	8,840	12,720	208,471	211,339	210,427	210,427	287,911		
7-01	6,332,764	1,461,500	374,066	5,245,330	2,307,979	151,959	854,511	1,525,000	438,580	59,740	5,033,851	211,479	861,961	861,961	1,073,440		
8-01	410,576	80,000	33,702	364,278	129,421	5,004	77,470	189,000	23,200	7,270	421,357	57,079	76,948	76,948	19,869		
8-02	2,861,728	528,000	140,924	2,474,652	1,627,423	80,194	360,811	805,000	256,260	70,060	3,039,360	564,708	657,727	657,727	498,981		
8-03	1,823,131	296,700	106,910	1,633,441	638,485	14,796	252,939	620,000	172,070	45,860	1,715,157	81,816	661,640	661,640	200,447		
8-04	2,403,391	494,600	107,030	2,015,821	853,786	44,796	323,398	735,000	187,040	50,630	2,105,058	103,560	883,560	883,560	177,749		
9-01	398,676	9,200	19,796	409,272	238,042	18,296	44,766	200,000	39,330	8,790	512,032	183,091	163,948	163,948	185,000		
9-01	1,128,675	270,800	76,944	922,319	342,888	27,081	170,885	305,000	10,470	26,300	913,462	18,857	145,091	145,091	163,948		
9-02	481,833	129,000	38,925	385,858	111,176	3,130	64,419	159,000	28,310	4,670	364,445	21,413	62,001	62,001	83,414		
9-03	2,018,104	483,400	98,975	1,633,679	738,083	62,106	283,205	440,000	132,010	29,200	1,560,392	73,287	288,524	288,524	361,811		
9-04	283,941	88,000	21,557	217,498	28,428	1,795	33,068	45,500	72,300	3,570	156,201	61,297	91,132	91,132	152,429		
10-01	489,014	—	20,335	509,349	136,971	7,944	55,410	106,000	72,300	9,440	372,177	137,172	579	579	136,593		
10-02	623,472	152,000	33,802	505,274	246,720	4,465	82,282	80,500	69,340	15,210	489,387	15,687	11,794	11,794	22,369		
11-01	239,432	—	18,393	257,825	34,588	62	32,672	62,000	98,830	4,720	232,748	25,077	20,797	20,797	40,107		
11-02	1,146,118	—	77,122	1,223,240	568,871	115,008	163,521	345,700	205,410	27,230	1,195,524	27,716	474,207	474,207	501,923		
11-03	1,035,243	—	77,122	1,112,320	684,584	29,777	141,588	232,000	153,320	30,430	1,212,145	99,425	40,730	40,730	501,923		
11-04	952,520	230,600	41,870	763,740	422,510	34,128	115,228	164,000	122,510	16,410	806,350	31,735	93,432	93,432	304,302		
11-05	393,323	92,600	28,445	329,168	119,675	15,614	55,675	79,000	13,550	8,130	281,256	47,912	42,790	42,790	123,897		
11-06	457,154	125,100	25,438	357,492	66,447	446	76,947	249,000	13,550	1,760	404,258	46,766	193,691	193,691	240,457		
12-01	273,346	63,000	25,611	233,157	38,477	4,268	35,235	55,000	6,640	5,580	191,774	43,383	242,616	242,616	285,999		
12-02	480,144	107,000	25,911	399,055	105,561	16,117	55,892	84,200	74,130	5,580	309,246	89,809	203,953	203,953	295,762		
12-03	1,743,051	365,400	100,097	1,487,748	412,817	14,585	219,174	390,000	239,440	22,110	1,268,956	218,792	804,848	804,848	1,023,640		
14-01	887,828	215,300	54,633	727,161	487,946	140,686	108,939	177,000	85,450	16,540	1,359,186	83,450	18,956	18,956	35,809		
14-02	574,089	144,800	29,487	458,786	153,590	6,389	64,719	113,000	42,200	7,670	374,860	83,266	157,783	157,783	243,709		
14-03	424,205	137,300	30,285	386,285	130,128	—	60,471	122,000	11,320	7,040	350,959	14,291	457,301	457,301	471,792		

16-01	62,706	15,474	47,232	62,706	31 Dr.	46	104,490	104,475	353,026	457,501
17-01	91,573	56,928	54,645	91,573	38 Dr.	1,330 Dr.	8,724 Dr.	10,016	339,165	329,149
17-02	469,803	398,849	398,849	469,803	13,084 Dr.	879 Dr.	111,833 Dr.	124,038	237,278	113,240
17-03	674,521	489,507	489,507	674,521	2,841 Dr.	69,615 Dr.	23,972 Dr.	96,428	665,514	569,086
17-04	205,378	46,869	46,869	205,378	27,465 Dr.	18,177 Dr.	119,114 Dr.	114,826	429,651	314,825
19-01	319,455	70,890	248,465	319,455	24,465 Dr.	223,580 Dr.	218,883 Dr.	199,035	803,828 Dr.	588,020
19-02	835,212	251,860	583,352	835,212	98,333 Dr.	9,840 Dr.	218,883 Dr.	130,370	974,361 Dr.	836,651
	\$ 22,453,360 \$	6,378,557	\$ 16,074,803 \$	22,453,360 \$	1,637,325 \$Dr.	160,058 \$Dr.	3,123,081 \$Dr.	1,645,814 \$	20,554,547 \$	\$ 18,908,733

THE WORKERS' COMPENSATION BOARD
STATEMENT OF ADMINISTRATIVE, GENERAL AND ACCIDENT
PREVENTION EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Salaries and employee benefits (Note 11)	\$ 7,255,169	\$ 5,140,614
Printing and office supplies	272,130	245,030
First aid and accident prevention training and specialized programs	267,770	204,079
Public information and accident prevention advertising	247,786	209,380
Travelling	235,190	205,190
Maintenance and operation of buildings	210,605	150,465
Data processing and office equipment rentals and maintenance	195,110	160,598
Taxes	139,403	116,026
Telephone and telegraph	133,789	106,185
Postage, freight and express	119,726	107,049
Depreciation—buildings	119,719	117,010
Medical, investigation and other costs not charged directly to classes	118,570	69,018
Depreciation—equipment	69,795	90,572
First Aid Community Training for Safety	67,198	35,020
Audit, legal and other professional fees	46,824	56,180
Staff recruitment and relocation	27,131	32,029
Professional and technical memberships, publications and courses	23,615	22,336
Operation of mine rescue stations	23,374	32,670
Insurance and security services	15,914	16,131
Rental and operation of leased premises	14,772	18,781
Production of accident prevention films	1,497	27,127
Miscellaneous	40,353	25,454
	<u>9,645,440</u>	<u>7,186,944</u>
Less:		
Assessment penalties	597,794	324,029
Rental revenue	154,478	184,017
Referee's fees	11,200	27,600
Miscellaneous revenue	14,297	10,171
	<u>777,769</u>	<u>545,817</u>
	<u>\$ 8,867,671</u>	<u>\$ 6,641,127</u>
Charged to:		
Classes re:		
Administrative and general	\$ 5,874,085	\$ 4,317,787
Accident prevention	1,751,096	1,444,176
Self-insurers re:		
Administrative and general	391,100	285,950
Accident prevention	125,210	101,040
Reserve for rehabilitation	726,180	492,174
	<u>\$ 8,867,671</u>	<u>\$ 6,641,127</u>

Statement 7

THE WORKERS' COMPENSATION BOARD
STATEMENT OF ESTIMATED LIABILITY FOR FUTURE CLAIMS COSTS
FOR THE YEAR ENDED DECEMBER 31, 1975

AMOUNTS PROVIDED	
By classes re 1975	\$ 21,950,300
Distributable surplus from pension liability—funded (Note 8)	6,063,253
Adjustment of prior years provision	3,123,081
	<hr/>
	31,136,634
AMOUNTS APPLIED	
Charges from classes re prior years	16,074,803
	<hr/>
NET INCREASE	15,061,831
Estimated liability at beginning of year	28,026,778
	<hr/>
ESTIMATED LIABILITY AT END OF YEAR	<u>\$ 43,088,609</u>

Statement 8

THE WORKERS' COMPENSATION BOARD
STATEMENT OF PENSION LIABILITY—FUNDED
FOR THE YEAR ENDED DECEMBER 31, 1975

AMOUNTS PROVIDED	
Pension awards	\$ 24,010,468
Interest	4,252,082
Province of Alberta (Note 10)	4,536,547
Increase in advances to pensioners	119,996
	<hr/>
	32,919,093
AMOUNTS APPLIED	
Pension payments	18,360,915
	<hr/>
NET INCREASE	14,558,178
Balance at beginning of year	74,956,439
	<hr/>
BALANCE AT END OF YEAR	<u>\$ 89,514,617</u>

Statement 9

THE WORKERS' COMPENSATION BOARD
STATEMENT OF RESERVES PROVIDED FOR SPECIFIC CLAIMS COSTS
FOR THE YEAR ENDED DECEMBER 31, 1975

	Silicosis	Rehabilitation	Disasters	Enhanced Disabilities	Section 66	Total
AMOUNTS PROVIDED						
Classes	\$ 47,061	\$ 1,712,844	\$ 967,732	\$ 7,993,273	\$ 28,547	\$ 10,749,457
Self-Insurers	—	45,410	—	211,911	—	257,321
Interest	69,520	—	71,500	—	—	141,020
Rehabilitation Centre:						
Operating surplus	—	56,632	—	—	—	56,632
Distributable surplus from pension liability—funded (Note 8)	—	—	—	344,023	—	344,023
Assessments under Section 66	—	—	—	—	250	250
	116,581	1,814,886	1,039,232	8,549,207	28,797	11,548,703
AMOUNTS APPLIED						
Charged from:						
Classes re 1975	—	53,194	452,129	2,602,983	—	3,108,306
Classes re prior years	74,434	496,901	818,065	4,983,691	5,466	6,378,557
Self-Insurers	—	22,960	—	196,142	—	219,102
Rehabilitation Centre:						
Capital expenditure	—	196,012	—	—	—	196,012
Administrative and general expenses	—	726,180	—	—	—	726,180
	74,434	1,495,247	1,270,194	7,782,816	5,466	10,628,157
NET INCREASE (DECREASE)	42,147	319,639	(230,962)	766,391	23,331	920,546
Reserves at beginning of year	1,541,517	912,907	3,440,268	2,042,957	187,946	8,125,595
RESERVES AT END OF YEAR	\$ 1,583,664	\$ 1,232,546	\$ 3,209,306	\$ 2,809,348	\$ 211,277	\$ 9,046,141

Statement 10

THE WORKERS' COMPENSATION BOARD
REHABILITATION CENTRE
STATEMENT OF OPERATING RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
RECEIPTS		
Treatments charges	\$ 1,791,643	\$ 1,204,347
Other	40,352	32,906
	<u>1,831,995</u>	<u>1,237,253</u>
PAYMENTS		
Salaries and employee benefits	1,455,821	1,170,061
Maintenance and operation of building and equipment	107,535	74,370
Cafeteria	82,525	65,442
Medical and therapy supplies	79,252	68,553
Uniforms	8,329	6,681
Travelling	8,227	7,272
Printing, stationery, office supplies and machine rentals	7,439	15,642
Telephone and telegraph	7,057	7,719
Professional and technical memberships, publications and courses	5,346	5,828
Transportation of patients	4,117	7,160
Insurance and security service	3,837	897
Staff recruitment	1,394	919
Miscellaneous	4,484	1,666
	<u>1,775,363</u>	<u>1,432,210</u>
OPERATING SURPLUS (DEFICIT)	\$ 56,632	\$ (194,957)

THE WORKERS' COMPENSATION BOARD

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Workers' Compensation Board operates under the authority of The Workers' Compensation Act, 1973, Chapter 87.

Note 2 Accounting Policies

Assessments receivable:

Assessments receivable and assessment revenue have been increased by an amount being the net adjustment estimated to be required when all employers' payroll returns have been received and audits completed in respect to 1975. No provision has been made for doubtful assessments receivable. The practice of the Board is to reduce assessment revenue when accounts are written off as uncollectable. Recoveries are credited to revenue.

Investments:

Premiums or discounts on investments acquired are amortized on a yield basis.

A gain or loss on an exchange of an investment is deferred and amortized to the appropriate maturity or call date of the disposed investment.

Depreciation:

Depreciation is recorded as follows:

Head Office Building	2½ %	diminishing balance
District Office Buildings	2½ %	straight line
Residence	5 %	straight line
Equipment	15 %	diminishing balance
Automobiles	25 %	straight line (first year)
	20 %	straight line (thereafter)

Investment income:

Pension Fund interest earnings in excess of 5½ % are reallocated to the Accident Fund and Self-insurers and are included in the interest shown on Statements 2, 3 and 4.

Estimated liability for future claims costs:

This estimated liability is an opinion of officials of the Board, based upon the experience of recent years. The liability is reviewed and adjusted annually.

Note 3 Assessments Receivable

In accordance with the accounting policy described in Note 2, assessments receivable and assessment revenue have been increased by \$12,737,519. The net bad debt write off for 1975 was \$47,670 (1974—\$52,790). If a provision for a doubtful assessments receivable was recorded, it was estimated the requirement would be approximately \$270,000 at December 31, 1975. In the past the Board has made no provision for doubtful assessments receivable and therefore no comparative amount for 1974 has been determined.

Note 4 Investments

Investments are summarized hereunder:

	1975		1974
	Par Value	Amortized Cost	Amortized Cost
Government of Canada bonds, direct and guaranteed	\$ 28,135,000	\$ 26,310,414	\$ 24,460,444
Provincial bonds, direct and guaranteed	78,503,500	75,276,121	80,372,879
Corporate bonds	11,320,000	11,135,309	4,600,000
Short term securities committed for specific long term investments	—	—	3,275,000
Unamortized gain or loss on exchange of investments	—	5,750,790	4,164,216
	<u>\$117,958,500</u>	<u>\$118,472,634</u>	<u>\$116,872,539</u>

The approximate market value of the investments as at December 31, 1975 was \$95,195,600 (1974—\$92,522,453).

Reserve for loss on realization of investments as at December 31, 1975 amounted to \$2,369,000 and was provided for possible future losses on realization of investments. Provision during the year consisted of an appropriation of \$32,000 (1974—\$58,000).

Note 5 Land, Buildings and Equipment

Land, buildings and equipment are detailed as follows:

	1975			1974
	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Land	\$ 586,277	\$ —	\$ 586,277	\$ 577,861
Buildings	5,184,801	608,040	4,576,761	4,580,526
Equipment	902,516	509,995	392,521	366,515
	<u>\$ 6,673,594</u>	<u>\$ 1,118,035</u>	<u>\$ 5,555,559</u>	<u>\$ 5,524,902</u>

Rehabilitation centre capital expenditures amounting to \$2,697,441 have been charged to the reserve for rehabilitation. These assets are therefore not reflected in the Balance Sheet.

Note 6 Estimated Liability for Future Claims Cost

This estimated liability is the amount required to meet all future claims costs in respect of 1975 and prior years' accidents with the exception of costs chargeable to the reserves shown on Statement 9, those in respect of workers of self-insurers and those payable to the Accident Fund out of the General Revenue Fund of the Province of Alberta to cover costs paid under Sections 32, 38, 40, 53 of the Act.

Note 7 Pension Liability—Funded

The pension liability—funded was reviewed by an independent actuary as at December 31, 1973. The pension fund at that time was considered adequate and an amount of \$3,344,934 in excess of requirements has been retained in the fund in accordance with the actuary's recommendation. Pension capitalization procedures since December 31, 1973 have been based on the present value tables provided by the actuary.

Note 8 Distributable Surplus From Pension Liability—Funded

In accordance with the recommendations of the Board's actuary, the amount of \$6,770,140 held as distributable surplus at the end of 1974, was distributed as indicated on Statements 3, 7 and 9.

Note 9 Operating Reserve

This reserve represents the balance at credit of classes after provision for the reserve for loss on realization of investments and is maintained to provide stability to the rating structure of the classes.

Note 10 Additional Payments of Compensation

Payments out of the General Revenue Fund of the Province of Alberta to cover payments made under Sections 32, 38, 40 and 53 of the Act.

Note 11 Salaries and Employee Benefits

In accordance with Order-in-Council 381/75 dated March 11, 1975, administration of pensions in respect of services on the Board by Commissioners for which pensions were payable by the Board was transferred to the Public Service Pension Board. The capitalized cost of these pensions amount to \$148,588 and was paid to the Public Service Pension Board and is included in "Salaries and employee benefits" on Statement 6.

The Board therefore has no further liability for these pensions.



OFFICE OF THE PROVINCIAL AUDITOR

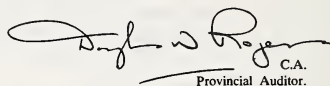
AUDITOR'S REPORT

To the Minister of
Municipal Affairs

I have examined the balance sheet of the Improvement Districts' Trust Account as at December 31, 1975 and the detailed statement of revenue, expenditure and surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Trust Account as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 7, 1976



C.A.
Provincial Auditor.

IMPROVEMENT DISTRICTS' TRUST ACCOUNT

Statement A

BALANCE SHEET

AS AT DECEMBER 31, 1975
(with comparative figures)ASSETS

Current:	1975	1974
Cash	\$ 96,791	\$ 6,382,990
Deposits in trust with the Province of Alberta	81,855	(45,606)
Collections held by Province of Alberta pending transfer	4,428,495	8,160,500
Due from Province of Alberta, net (Note 4)	1,123,596	—
Accounts receivable:		
Taxes	2,055,009	2,079,854
Other	360,503	211,202
Accrued interest	18,000	18,000
	<u>8,164,249</u>	<u>16,806,940</u>
Investments, at cost (Note 3)	1,171,065	1,171,065
Fixed, at nominal value	<u>1</u>	<u>1</u>
Other:		
Unamortized portion of capital assets financed by long term debt	1,787,928	341,755
Advances to hospital districts for capital expenditures	24,654	36,149
	<u>1,812,582</u>	<u>377,904</u>
Trust:		
Province of Alberta general trust account	334,157	136,726
	<u>\$ 11,482,054</u>	<u>\$ 18,492,636</u>

LIABILITIES AND SURPLUS

Current:		
Due to Province of Alberta, net (Note 4)	\$ —	\$ 8,966,764
Accounts payable:		
Grants to municipalities	669,350	879,400
Overpaid taxes	53,916	23,907
Other	933,866	426,228
Deferred income	86,661	43,650
Unexpended portion of capital grants, advances and debenture proceeds (Note 5)	202,960	31,521
	<u>1,946,753</u>	<u>10,371,470</u>
Long term debt (Note 6)	1,812,582	377,904
Surplus, Statement B	<u>7,388,562</u>	<u>7,606,536</u>
Trust:		
Construction holdbacks	195,902	54,916
Tax sale surplus	96,997	54,222
Public reserve	41,258	27,588
	<u>334,157</u>	<u>136,726</u>
	<u>\$ 11,482,054</u>	<u>\$ 18,492,636</u>

The accompanying notes are part of these financial statements.

IMPROVEMENT DISTRICTS' TRUST ACCOUNT
DETAILED STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

Improvement District No.	1	2	3	4	5	6	7	8	9	10	11
Revenue:											
Taxes:											
General tax levy	\$ 1,509,696	\$ 371,641	\$ —	\$ 47	\$ 359,242	\$ 140,988	\$ 83,046	\$ 499,935	\$ 24,260	\$ 2,294,921	\$ 223,727
Penalties and costs	8,760	7,873	—	—	5,506	485	8,914	5,051	1,576	4,252	291
Cancellation of prior years taxes, net	(5,953)	(4,906)	—	—	67	—	(5,314)	(7,162)	(34)	(10,449)	(19)
Well drilling equipment	1,512,523	374,608	—	47	364,815	141,473	88,646	497,824	25,802	2,288,724	223,999
Crown Cultivation Leases Act	9,084	1,421	—	—	3,909	—	83	13,959	—	54,800	3,225
	—	—	497	—	—	—	—	—	—	130	—
	1,521,567	382,029	497	47	368,724	141,473	88,729	511,783	25,802	2,343,654	227,224
Provincial grants:											
Alberta Property Tax Reduction Act	188,580	27,288	—	—	71,268	11,995	61,118	58,288	—	94,250	2,704
Agricultural Service Board Act	9,025	9,025	—	—	—	—	—	—	—	15,167	—
Water systems	—	—	—	—	60,804	—	118,005	—	—	—	—
Municipal and Provincial Properties	13,717	6,087	570	412	6,287	43	2,686	6,792	3,365	10,037	1
Valuation Act	—	—	—	—	—	—	—	—	—	—	—
Drainage and erosion control projects	7,111	1,431	—	—	1,350	—	3,273	3,272	—	500	—
Recreation Development Act	13,160	—	—	—	33,687	—	—	—	—	157	—
Other	—	—	—	—	—	—	—	—	—	—	—
	231,593	43,831	570	412	173,396	12,038	185,082	68,352	3,365	120,111	2,705
Licenses and permits:											
Mobile equipment	15,217	1,784	—	—	23,103	1,678	2,150	26,104	—	36,338	238
Mobile homes	3,328	176	—	—	6,732	—	—	3,064	—	7,068	—
	18,545	2,140	—	—	29,835	1,678	2,392	29,108	—	43,426	238
Federal grants:											
Federal Municipal	6,277	—	—	—	—	—	—	1,733	1,227	3,467	136
In lieu of taxes	4,512	196	—	—	—	—	—	2,026	1,400	3,459	—
Other	—	—	—	—	70,729	—	20,824	—	—	—	—
	10,789	196	—	—	70,729	—	20,824	3,759	2,627	41,926	136
Other:											
Debiture proceeds less unexpended portion	—	—	—	—	644,830	—	498,296	—	—	111,328	—
Tax sale surplus	262,760	15,313	—	493	1,706	—	956	43	—	307	956
Interest	5,507	5,760	1,659	1,568	235	4,356	11,745	26,033	3,718	19,336	7,529
Sale of water	1,579	—	—	—	—	—	4,842	—	—	—	—
Tax recovery leases	8,279	31,106	—	—	2	—	—	—	—	14	34
Commissions, Homeowners' tax discount	1,409	195	—	—	109	31	130	147	4	2,159	31
Sale of assets	—	—	—	—	—	—	—	—	—	—	—
Miscellaneous	14,195	4,253	—	—	4,188	15	281	4,173	—	121	1
	293,729	56,627	1,659	2,061	651,070	4,402	516,250	30,396	3,722	133,265	8,351
Total revenue	2,076,223	484,823	2,726	2,520	1,293,754	159,591	813,277	643,398	35,516	2,682,382	238,854
Expenditure:											
School requisitions	826,478	214,291	548	845	203,254	64,049	30,228	321,836	13,451	1,171,513	138,087
Roads and bridges	959,790	195,011	—	—	104,494	69,946	26,794	201,536	—	899,040	52,500
Water supply and waste removal	8,054	3,718	—	—	820,254	—	721,170	13,609	—	243,434	—
Administration	113,713	22,388	—	—	20,213	6,738	16,638	17,418	—	64,575	3,775
Grants to municipalities	—	—	—	—	—	—	—	14,750	—	48,450	—
Agricultural service boards	83,875	21,078	—	—	—	—	—	—	—	28,806	—
Recreation	26,808	1,688	—	—	21,626	—	4,105	13,366	—	39,691	—
Drainage and erosion control projects	—	—	—	—	—	—	—	—	—	—	—
Senior citizens' homes	1,441	173	—	—	21,334	—	—	8,751	—	38,425	4,815
Protection to persons and property	16,587	752	—	—	12,772	—	20,833	33,475	—	16,461	—
Hospital requisitions	—	—	—	—	—	—	—	1,303	—	—	—
Assessment costs	4,674	1,009	—	47	2,370	357	911	2,131	2,922	12,565	2,233
Advisory Committee	1,989	475	—	—	2,842	900	2,041	6,901	307	6,409	—
District planning	5,847	1,122	—	—	1,081	699	769	8,361	—	7,953	941
Direct assistance	—	—	—	—	5,114	—	147	—	—	333	—
Health services, net	—	—	—	—	—	—	—	—	—	—	—
Provision for uncollectible accounts	—	—	—	—	—	—	—	—	—	—	—
Miscellaneous	4,351	1,739	—	—	54,925	56	654	2,138	—	22,608	70
Total expenditure	2,052,607	463,444	548	892	1,270,303	142,745	824,290	645,595	16,680	2,600,263	202,421
Excess of revenue over expenditure	23,616	21,379	2,178	1,628	23,451	16,846	(11,013)	(2,197)	18,836	82,119	36,433
Add: Surplus (deficit) at beginning of year	418,857	189,333	26,592	24,298	149,671	83,631	265,373	536,322	85,622	605,729	134,654
Surplus (deficit) at end of year	\$ 442,473	\$ 210,712	\$ 28,770	\$ 25,926	\$ 173,122	\$ 100,477	\$ 254,360	\$ 534,125	\$ 104,458	\$ 687,848	\$ 171,087

Statement B

12	13	14	15	16	17	18	19	20	21	22	23	24	1975 Total	1974 Total
\$ 19,801 685	\$ 24 146	\$ 1,766,802 13,255 (1,458)	\$ 2,313,273 3,184 (280)	\$ 2,368,705 9,242 (575)	\$ 2,509,886 21,777 (3527)	\$ 1,819,947 9,107 (3,687)	\$ 291,370 11,296 (334)	\$ 304,676 11,120 309	\$ 314,365 8,167 (215)	\$ 311,228 10,864 (2,887)	\$ 1,193,277 5,962 (1,117)	\$ 1,353 190 ---	\$18,722,210 147,703 (45,521)	\$17,342,873 135,765 (172,154)
20,486	170	1,778,599	2,316,177	2,377,372	2,528,136	1,825,367	302,332	316,105	322,317	319,205	1,198,122	1,543	18,824,392	17,306,484
---	---	56,363	4,459	36,891	17,758	4,274	1,479	10,523	3,880	2,134	6,415	---	237,114	265,798
---	---	1,844	124	4,874	1,078	1,317	1,282	4,338	7,594	3,493	6,058	---	30,906	33,835
20,486	170	1,836,806	2,320,760	2,419,137	2,546,972	1,829,712	305,093	330,986	333,791	324,832	1,210,595	1,543	19,092,412	17,606,117
---	---	152,902	136,201	227,107	200,145	198,666	169,439	216,776	222,234	213,317	169,272	371	2,421,921	2,106,018
---	---	24,942	16,768	17,404	26,351	26,351	20,221	20,871	13,971	19,435	41,594	---	257,016	267,395
---	---	---	---	24,313	---	---	---	---	---	---	---	---	203,022	89,330
1,665	35	22,626	6,679	24,299	29,116	19,270	530	6,182	4,741	9,307	16,425	---	19,872	160,442
---	---	56,363	100,508	32,585	32,585	6,957	17,837	6,957	17,837	472	4,087	---	162,446	50,470
---	---	8,565	1,262	4,468	5,442	4,871	500	4,595	2,511	644	6,626	---	56,421	84,989
---	---	---	---	---	4,902	889	---	319	---	---	12,000	---	65,114	16,933
1,665	35	209,035	160,910	373,786	322,754	245,940	190,690	255,700	261,294	243,173	250,004	371	3,356,812	2,775,577
---	---	68,332	17,524	85,252	30,478	114,763	1,784	3,037	2,966	1,628	13,584	---	445,960	301,445
---	---	8,399	671	5,085	3,010	29,349	---	210	451	147	1,683	---	69,775	44,565
---	---	---	---	---	---	---	---	---	---	---	---	---	---	---
---	---	76,731	18,195	90,337	33,488	144,132	1,784	3,247	3,417	1,775	15,267	---	515,735	346,010
1,122	---	464	---	---	3,500	16,065	---	---	---	76	1,290	667	36,024	38,723
---	---	26	---	---	462	635	---	1,068	---	30	---	---	10,355	5,793
---	---	---	---	---	---	---	---	---	---	---	---	---	130,012	5,408
1,122	---	490	---	---	3,962	16,700	---	1,068	---	106	1,290	667	176,391	49,924
---	---	---	---	---	---	---	---	---	---	---	---	---	---	---
---	---	2,830	1,640	394	4,692	13,445	---	6,935	---	1,248	702	---	1,254,454	112,352
---	---	23,342	56,365	20,526	21,096	7,825	5,593	17,111	15,361	1,675	16,237	617	314,420	59,446
---	---	18,809	---	36	14,475	45,142	---	---	---	2,500	8,745	---	276,618	149,310
---	---	569	441	6	610	439	3	41	---	---	---	---	96,128	39,475
---	---	1,625	463	1,149	1,720	1,275	740	1,019	846	1,116	843	---	11,750	43,165
---	---	---	---	---	---	---	---	---	---	---	---	---	15,011	14,337
---	---	1,092	384	867	3,670	2,348	102	554	143	337	889	---	37,613	9,026
---	---	---	---	---	---	---	---	---	---	---	---	---	---	27,593
812	12	48,267	59,293	22,978	46,863	70,674	6,438	25,660	16,350	6,882	27,416	617	2,033,994	454,704
24,085	217	2,171,329	2,559,158	2,906,238	2,954,039	2,307,158	504,005	616,661	614,852	576,768	1,504,572	3,198	25,175,344	21,232,332
6,983	19	1,057,108	1,242,697	1,316,594	1,417,835	981,629	137,191	154,157	140,550	131,348	663,351	1,211	10,235,253	10,281,280
---	---	845,365	990,108	1,069,459	916,213	666,950	264,845	302,437	362,250	315,987	102,847	---	8,504,576	7,305,431
---	---	55,465	2,512	24,816	152,941	173,016	1,137	10,726	10,726	24,163	73,499	---	2,359,474	636,662
---	---	77,663	27,275	60,200	107,625	76,463	38,600	51,563	43,263	50,450	47,263	---	845,843	740,240
---	---	111,750	84,400	247,700	147,900	5,900	---	---	---	---	8,500	---	669,350	1,058,168
---	---	34,704	35,723	40,181	62,109	51,437	21,339	35,621	36,501	34,958	95,139	---	581,471	424,635
---	---	100,886	38,931	51,771	105,898	15,843	5,973	17,287	41,931	30,121	37,991	---	553,106	485,284
---	---	---	---	201,016	65,169	764	---	13,914	35,675	945	8,173	---	325,656	100,482
245	---	13,382	26,059	55,169	41,505	22,630	4,065	4,323	10,361	11,643	---	---	264,321	169,792
---	---	12,345	6,078	10,399	48,268	15,337	7,463	6,246	7,711	6,465	17,544	---	138,736	153,480
2,344	---	5,912	12,460	35,145	41,341	526	526	6,451	4,221	78,169	---	---	190,794	144,957
61	---	28,847	5,725	5,623	28,026	6,930	4,366	8,053	4,774	3,963	6,218	---	139,190	135,970
---	---	6,328	5,873	11,384	13,074	7,234	1,891	2,345	4,702	4,198	4,566	---	83,162	63,075
---	---	9,402	9,135	9,590	7,956	5,756	1,016	1,081	1,036	1,164	4,034	---	76,763	62,042
---	---	8,664	141	4,720	25,799	19,562	417	365	6,869	29	234	---	65,045	62,221
---	---	---	---	---	51,159	---	---	6,252	---	---	---	---	64,280	84,182
---	---	---	---	---	2,264	---	---	---	---	---	---	---	10,221	418,234
---	---	9,414	12,959	11,671	43,449	11,499	5,450	10,000	11,225	10,908	13,461	---	236,577	168,281
9,633	19	2,371,323	2,493,528	3,132,763	3,291,935	2,042,111	494,279	613,644	724,044	630,534	1,368,506	1,211	25,393,318	22,483,426
14,452 (22,673)	198 (1,121)	(199,994) 626,392	65,630 1,089,651	(226,525) 624,005	(337,896) 835,402	265,047 425,271	9,726 214,620	3,017 398,819	(109,192) 324,181	(53,766) 138,696	136,066 450,267	1,987 2,944	(217,974) 7,606,536	(1,251,094) 8,857,630
\$ (8,221)	\$ (923)	\$ 426,398	\$ 1,155,281	\$ 397,480	\$ 497,506	\$ 690,318	\$ 224,346	\$ 401,836	\$ 214,989	\$ 84,930	\$ 566,333	\$ 4,931	\$7,388,562	\$ 7,606,536

IMPROVEMENT DISTRICTS' TRUST ACCOUNT

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Improvement Districts' Trust Account operates under the authority of The Improvement Districts Act, Chapter 180, Revised Statutes of Alberta 1970.

Note 2 Accounting Policy

The cost of fixed assets is expensed in the year of purchase, except to the extent of the un-amortized cost of such assets financed by long term debt.

Note 3 Investments

	1975	1974
Government of Canada debentures, par value \$1,200,000	\$ 1,169,675	\$ 1,169,675
Alberta Municipal Financing Corporation shares	1,390	1,390
	<u>\$ 1,171,065</u>	<u>\$ 1,171,065</u>
Approximate market value	<u>\$ 934,390</u>	<u>\$ 988,390</u>

Note 4 Due from (to) Province of Alberta, Net

Due to Province of Alberta:

Roads and bridges	\$ 22,600	\$ 7,270,328
School Foundation Program Fund	155,560	2,475,709
Administration	—	740,240
Assessment costs	128,106	133,416
Other	19,481	12,599

325,747 10,632,292

Due from Province of Alberta:

Homeowners' tax discounts	331,210	814,034
Licenses and permits	405,121	606,211
Grants	671,262	211,946
Other	41,750	33,337

1,449,343 1,665,528

Balance at end of year \$ 1,123,596 \$ (8,966,764)

Note 5 Unexpended Portion of Capital Grants, Advances and Debenture Proceeds

The balance in the above account pertains to the following water projects:

Capital grants:

Improvement District No. 17—Wabasca-Desmarais	\$ —	\$ 24,214
Improvement District No. 7—Rosedale	—	1,223
	<u>—</u>	<u>25,437</u>

Advances and debenture proceeds:

Improvement District No. 5—

East Coleman	13,791	—
Hillcrest	116,531	—
Improvement District No. 7—Rosedale	26,429	6,084
Improvement District No. 10—Leslieville	46,209	—

202,960 6,084

\$ 202,960 \$ 31,521

Note 6 Long Term Debt

	1975	1974
Advances:		
Central Mortgage and Housing Corporation:		
7½ %	\$ 119,952	\$ 121,706
7⅞ %	29,640	30,049
	<u>149,592</u>	<u>151,755</u>
Debentures:		
10½ %, 1975 issue maturing 1976 to 2000	267,844	—
10½ %, 1975 issue maturing 1976 to 2000	518,641	—
10¾ %, 1975 issue maturing 1976 to 2000	326,587	—
10¾ %, 1975 issue maturing 1976 to 2000	180,721	—
10½ %, 1975 issue maturing 1977 to 2001	157,537	—
7¾ %, 1973 issue maturing 1975 to 1998	114,202	116,001
8½ %, 1970 issue maturing 1975 to 1995	48,083	48,999
9¾ %, 1974 issue maturing 1975 to 1999	24,721	25,000
4¾ %, 1957 issue maturing 1975 to 1977	24,654	36,149
	<u>1,662,990</u>	<u>226,149</u>
Balance at end of year	\$ 1,812,582	\$ 377,904

The advances will be secured by the issue of debentures. Payment of principal and interest on the 4¾ % debentures, 1957 issue, is made annually by The Alberta Hospital Services Commission under the Hospitalization Benefits Plan.

The estimated requirements to repay long term debt during each of the next five years are as follows:

	<i>Advances</i>	<i>Debentures</i>	<i>Total</i>
1976	\$ 2,330	\$ 27,569	\$ 29,899
1977	2,510	31,174	33,684
1978	2,704	20,421	23,125
1979	2,913	22,468	25,381
1980	3,137	24,723	27,860
	<u>\$ 13,594</u>	<u>\$ 126,355</u>	<u>\$ 139,949</u>

Note 7 Unreported Income

There is an undetermined amount of mobile equipment license revenue due from the Province of Alberta as at the date of these financial statements.

Note 8 Comparative Statements

The 1974 comparative figures have been restated where necessary to conform to 1975 presentation.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Minister of Municipal Affairs
Government of the Province of Alberta

I have examined the balance sheet of the Special Areas Board as at December 31, 1975 and the statements of general capital fund surplus and general revenue fund revenue, expenditure and surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion, except for the reporting of cultivation rental revenue on a cash basis as referred to in Note 2, these financial statements present fairly the financial position of the Board as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 13, 1976



C.A.
Provincial Auditor.

SPECIAL AREAS BOARD
GENERAL REVENUE FUND AND GENERAL CAPITAL FUND
COMBINED BALANCE SHEET

AS AT DECEMBER 31, 1975

(with comparative figures)

ASSETS

	1975	1974
Current:		
Cash	\$ 102,260	\$ 652,611
Collections held by Province of Alberta pending transfer	2,361,166	2,078,459
Deposits in trust with the Province of Alberta	1,024,997	1,168,987
Due from Province of Alberta, net (Note 3)	—	265,777
Accounts and taxes receivable (Note 4)	240,979	359,046
Inventories, at the lower of cost or estimated net realizable value	531,693	403,451
Unexpired insurance	1,324	20
	<u>4,262,419</u>	<u>4,928,351</u>
Alberta Municipal Financing Corporation shares	150	150
Fixed, at cost less accumulated depreciation (Note 5)	1,552,316	757,680
	<u>5,814,885</u>	<u>5,686,181</u>
Trust:		
Province of Alberta general trust account	113,316	103,700
	<u>\$ 5,928,201</u>	<u>\$ 5,789,881</u>

LIABILITIES AND SURPLUS

Current:		
Due to Province of Alberta, net (Note 3)	\$ 42,304	\$ —
Accounts payable	681,967	655,287
Wages payable	3,151	19,366
Deferred revenue	23,101	30,497
	<u>750,523</u>	<u>705,150</u>
Surplus:		
General capital fund, Statement B	1,554,816	757,680
General revenue, Statement C	3,509,546	4,223,351
	<u>5,064,362</u>	<u>4,981,031</u>
	<u>5,814,885</u>	<u>5,686,181</u>
Trust:		
Security deposits	100,184	103,560
Construction holdbacks	12,992	—
Public reserve	140	140
	<u>113,316</u>	<u>103,700</u>
	<u>\$ 5,928,201</u>	<u>\$ 5,789,881</u>

The accompanying notes are part of these financial statements.

Statement B

SPECIAL AREAS BOARD
STATEMENT OF GENERAL CAPITAL FUND SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 757,680	\$ 647,081
Add: Fixed assets purchased by general revenue fund	968,086	227,234
	<u>1,725,766</u>	<u>874,315</u>
Deduct: Depreciation	165,561	109,839
Loss on disposal of fixed assets	5,389	6,796
	<u>170,950</u>	<u>116,635</u>
	<u>\$ 1,554,816</u>	<u>\$ 757,680</u>

SPECIAL AREAS BOARD
STATEMENT OF GENERAL REVENUE FUND
REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
<u>REVENUE</u>		
Taxes (Note 6)	\$ 2,343,298	\$ 2,569,764
Cultivation rentals	1,409,974	1,241,567
Provincial grants:		
Alberta Property Tax Reduction Act	557,843	485,081
Roads	483,000	420,000
Rural Gas Act	44,329	38,961
Agricultural Service Board Act	38,267	29,756
Municipal and Provincial Properties Valuation Act	14,616	24,029
Recreation Development Act	13,918	20,463
Agricultural Pests Act	5,075	4,612
Land Surface Conservation and Reclamation Act	3,106	713
Grazing rentals	326,416	496,220
Interest earnings	243,361	165,714
Mineral surface leases	181,738	107,619
Fees	64,591	64,869
Pipeline agreements	44,452	54,137
Land sales	34,589	17,012
Right of entry awards	26,151	28,546
Sale of sand and gravel	25,454	19,021
Miscellaneous rentals	20,139	12,507
Community pastures, net	18,190	56,048
Licenses of occupation and transmission line easements	8,918	4,707
Licenses and permits, mobile equipment and mobile homes	8,597	9,731
Sale of improvements and materials	4,831	3,581
Miscellaneous	11,864	10,372
	<u>5,932,717</u>	<u>5,885,030</u>

Statement C—cont.

	1975	1974
<u>EXPENDITURE</u>		
Maintenance of roads and bridges	3,113,104	2,007,099
School requisitions	1,361,905	1,850,253
Fixed asset purchases, net	968,086	227,234
Salaries and employees' benefits	671,250	535,693
Senior citizens' home	74,243	31,878
Health services	62,617	18,432
Recreation grants	45,330	35,901
Utilities officers	44,329	38,133
Assessment costs	42,036	11,126
Provision for obsolete stock	40,000	—
Agricultural Service Board	37,689	18,443
Grass seed, net	23,730	17,701
Travelling expenses	21,666	17,982
Mobile telephones	19,753	14,939
Municipal parks	12,071	783
Protection to persons and property	11,458	11,713
Alberta Planning Fund requisition	9,899	8,675
Advisory board, road committees' and ratepayers' meetings	9,177	6,147
Heat, light and power	8,172	7,615
Freight and express	7,104	5,468
Stationery and supplies	7,009	4,572
Insurance	6,691	583
Telephone and telegraph	6,162	6,543
Ambulance subsidy	5,488	6,179
Maintenance of buildings and offices	4,844	3,202
Cancellation of tax arrears	4,071	10,728
Water equipment maintenance	3,944	464
Postage	3,822	3,842
Taxes	1,842	1,748
Hospital requisitions	1,225	—
Miscellaneous	17,805	11,767
	<u>6,646,522</u>	<u>4,914,843</u>
Excess of revenue over expenditure	(713,805)	970,187
Add: Surplus at beginning of year	4,223,351	3,253,164
General revenue fund surplus at end of year	<u>\$ 3,509,546</u>	<u>\$ 4,223,351</u>

SPECIAL AREAS BOARD

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Special Areas Board operates under the authority of The Special Areas Act, Chapter 349, Revised Statutes of Alberta 1970.

Note 2 Accounting Policies

Fixed assets are depreciated on a straight line basis at the following rates:

Buildings and miscellaneous	5%
Road machinery and shop equipment	10%
Office equipment	10%
Automotive equipment:	
1st year	25%
2nd year	15%
subsequent years	10%

Cultivation rental revenues are recorded on a cash basis and as a result there is an undetermined amount of cultivation rental revenue receivable by the Board which is not reflected in the financial statements.

Note 3 Due from Province of Alberta, net

The net receivable (liability) from (to) the Province of Alberta is comprised of the following:

	1975	1974
Due from the Province of Alberta:		
Grants	\$ 526,169	\$ 466,827
Property tax reduction plan	38,255	303,433
Other	30,846	25,317
	<u>595,270</u>	<u>795,577</u>
Due to the Province of Alberta:		
Salaries	637,574	511,589
Other	—	18,211
	<u>637,574</u>	<u>529,800</u>
	<u>\$ (42,304)</u>	<u>\$ 265,777</u>

Note 4 Accounts and Taxes Receivable

The receivables are summarized hereunder:

Accounts receivable:		
Grazing leases	\$ 73,967	\$ 35,105
Other	5,054	15,608
	<u>79,021</u>	<u>50,713</u>
Taxes receivable:		
General	120,383	178,604
Grazing	33,649	127,345
Well drilling equipment	7,926	2,384
	<u>161,958</u>	<u>308,333</u>
	<u>\$ 240,979</u>	<u>\$ 359,046</u>

Note 5 Fixed Assets

Fixed assets consist of the following:

	Cost	Accumulated Depreciation	1975 Net Book Value	1974 Net Book Value
Road machinery and equipment	\$ 2,316,012	\$ 1,146,001	\$ 1,170,011	\$ 582,709
Buildings	384,753	230,592	154,161	63,734
Automotive equipment	354,883	136,460	218,423	103,214
Office equipment	15,595	8,417	7,178	4,832
Miscellaneous	13,923	11,380	2,543	3,191
	<u>\$ 3,085,166</u>	<u>\$ 1,532,850</u>	<u>\$ 1,552,316</u>	<u>\$ 757,680</u>

Note 6 Taxes

This account consists of:

	<u>1975</u>	<u>1974</u>
General tax levy	\$ 1,777,812	\$ 1,833,553
Add: Penalties and costs	17,746	8,792
	<u>1,795,558</u>	<u>1,842,345</u>
Grazing tax levy	518,383	711,501
Add: Penalties	9,318	2,808
	<u>527,701</u>	<u>714,309</u>
Well drilling equipment	20,039	13,110
	<u>\$ 2,343,298</u>	<u>\$ 2,569,764</u>

Note 7 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Board is subject to controls on compensation paid to its employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.

Note 8 Comparative Statements

The 1974 comparative figures have been restated where necessary to conform to 1975 presentation.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Members of The Alberta
Alcoholism and Drug Abuse Commission

I have examined the balance sheet of The Alberta Alcoholism and Drug Abuse Commission as at March 31, 1976 and the statements of capital surplus and operations for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Commission as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
August 10, 1976



C.A.
Provincial Auditor.

Statement A

THE ALBERTA ALCOHOLISM AND DRUG ABUSE COMMISSION

BALANCE SHEET

AS AT MARCH 31, 1976
(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Current:		
Cash	\$ 125	\$ 1,395
Accounts receivable (Note 2)	856,830	508,091
Materials and supplies, at estimated cost	106,962	91,626
	<u>963,917</u>	<u>601,112</u>
Fixed:		
Furniture and equipment, at cost	236,203	178,418
Less: Accumulated depreciation	57,286	36,809
	<u>178,917</u>	<u>141,609</u>
Trust:		
Cash	3,602	2,413
	<u>\$ 1,146,436</u>	<u>\$ 745,134</u>
<u>LIABILITIES</u>		
Current:		
Accounts payable	\$ —	\$ 1,622
Deferred revenue	125	1,395
Finance contract payable	6,180	11,124
Due to the Province of Alberta, Statement C	957,612	586,971
	<u>963,917</u>	<u>601,112</u>
Capital surplus, Statement B	178,917	141,609
Trust:		
Patients	3,602	2,413
	<u>\$ 1,146,436</u>	<u>\$ 745,134</u>

The accompanying notes are part of these financial statements.

Statement B

THE ALBERTA ALCOHOLISM AND DRUG ABUSE COMMISSION

STATEMENT OF CAPITAL SURPLUS

FOR THE YEAR ENDED MARCH 31, 1976

(with comparative figures)

	1976	1975
Balance at beginning of year	\$ 141,609	\$ 102,825
Add:		
Furniture and equipment provided from revenue, net	63,019	57,853
Proceeds from disposal of furniture and equipment	—	50
	<u>204,628</u>	<u>160,728</u>
Deduct:		
Depreciation for the year	23,447	18,905
Depreciated cost of furniture and equipment disposals	2,264	214
	<u>25,711</u>	<u>19,119</u>
Balance at end of year	\$ <u>178,917</u>	\$ <u>141,609</u>

Statement C

THE ALBERTA ALCOHOLISM AND DRUG ABUSE COMMISSION

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED MARCH 31, 1976

(with comparative figures)

	REVENUE			1975
	Henwood Inpatient Facility	Clinics and Other	Total	Total
Contributions by the Province of Alberta . . .	\$ 932,748	\$ 5,948,658	\$ 6,881,406	\$ 5,024,365
Government of Canada	—	1,158,972	1,158,972	732,514
Patients' charges	62,652	7,282	69,934	66,037
Alberta Health Care Insurance Commission . .	—	42,144	42,144	44,284
Meals and seminars	14,956	1,669	16,625	21,084
Miscellaneous	760	7,733	8,493	4,542
	<u>1,011,116</u>	<u>7,166,458</u>	<u>8,177,574</u>	<u>5,892,826</u>
EXPENDITURE				
Salaries, wages and benefits	621,604	3,192,547	3,814,151	2,873,994
Assistance to organizations	—	1,567,045	1,567,045	908,308
Building rentals	93	360,720	360,813	280,505
Fees and commissions	170,660	90,919	261,579	246,836
Building and grounds maintenance	64,675	121,817	186,492	77,371
Travelling	4,388	168,016	172,404	183,865
Printing, stationery and publications	5,607	102,021	107,629	81,273
Patients' comforts	1,747	89,580	91,327	50,769
Utilities	31,345	35,839	67,184	56,080
Furniture and equipment, net	1,614	61,405	63,019	57,853
Equipment rentals	7,634	54,630	62,263	40,279
Drug and medical supplies	4,111	14,063	18,174	16,892
Furniture and equipment maintenance	9,296	8,266	17,562	28,167
Advertising	—	14,697	14,697	20,361
Freight and cartage	36	13,636	13,672	9,231
Bedding and kitchen supplies	8,290	6,825	15,115	11,230
Provision for doubtful accounts	9,175	4,104	13,279	24,509
Promotion and hospitality	—	8,290	8,290	11,617
Postage	900	6,999	7,899	10,396
Transportation of patients	965	5,777	6,742	4,012
Drug dependence prevention program	—	—	—	5,119
Miscellaneous	262	3,185	3,447	5,812
	<u>942,402</u>	<u>5,930,381</u>	<u>6,872,783</u>	<u>5,004,479</u>
Excess of revenue over expenditure	\$ 68,714	\$ 1,236,077	1,304,791	888,347
Add: Unremitted balance at beginning of year			586,971	532,550
			1,891,762	1,420,897
Deduct: Remittances to the Province of Alberta			934,150	833,926
Balance due to the Province of Alberta			<u>\$ 957,612</u>	<u>\$ 586,971</u>

THE ALBERTA ALCOHOLISM AND DRUG ABUSE COMMISSION
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority
The Alberta Alcoholism and Drug Abuse Commission operates under the authority of The Alcoholism and Drug Abuse Act, Chapter 16, Revised Statutes of Alberta 1970.

Note 2 Accounts Receivable
Accounts receivable consist of the following:

	1976	1975
Patients' charges	\$ 48,908	\$ 72,626
Less: Allowance for doubtful accounts	48,908	72,626
	<u> </u>	<u> </u>
Government of Canada	852,212	462,363
Other	4,618	45,728
	<u>\$ 856,830</u>	<u>\$ 508,091</u>

Note 3 Provincially Owned Fixed Assets
These statements do not reflect any charge for the use of certain lands, buildings and equipment owned by the Province of Alberta.

Note 4 Anti-Inflation Program
Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Commission is subject to controls on compensation paid to its employees as specified in The Anti-Inflation Act. The effective date of these controls is October 14, 1975.

Note 5 Comparative Figures
The 1975 comparative figures have been restated where necessary to conform to 1976 presentation.

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

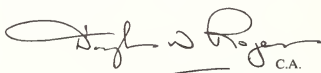
AUDITOR'S REPORT

To the Minister of Social Services
and Community Health

I have examined the statement of revenue and expenditure of the Alberta Geriatric Centres for the year ended March 31, 1976. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion this statement presents fairly the revenue and expenditure of the Centres for the year ended March 31, 1976 on a basis consistent with that of the preceding year.

Edmonton, Alberta
August 12, 1976


C.A.
Provincial Auditor.

ALBERTA GERIATRIC CENTRES
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1976
 (with comparative figures)

<u>Claresholm Care Centre</u>				
	<u>Amount</u>		<u>Cost Per</u>	
	<u>1976</u>	<u>1975</u>	<u>1976</u>	<u>1975</u>
<u>REVENUE</u>				
Patients' maintenance charges	\$ 404,279	\$ 402,679	\$ 3.46	\$ 3.34
Less: Increase in uncollected maintenance charges ..	129,638	111,159	1.11	.92
	<u>\$ 274,641</u>	<u>\$ 291,520</u>	<u>\$ 2.35</u>	<u>\$ 2.42</u>
<u>EXPENDITURE</u>				
Administration	\$ 164,482	\$ 118,480	\$ 1.41	\$.98
Dietary services	640,396	495,485	5.48	4.11
Housekeeping	232,124	161,071	1.99	1.34
Laundry and linen service	160,602	129,703	1.37	1.08
Medical services	1,628,281	1,153,284	13.93	9.57
Patient services	12,825	18,789	.11	.16
Plant operation and maintenance	436,828	359,728	3.74	2.99
Therapy services	172,314	161,427	1.47	1.34
	<u>\$ 3,447,852</u>	<u>\$ 2,597,967</u>	<u>\$29.50</u>	<u>\$21.57</u>
Total expenditure	<u>\$ 3,447,852</u>	<u>\$ 2,597,967</u>	<u>\$29.50</u>	<u>\$21.57</u>
Cash collected	274,641	291,520	2.35	2.42
Net cost to the Province	<u>\$ 3,173,211</u>	<u>\$ 2,306,447</u>	<u>\$27.15</u>	<u>\$19.15</u>

<u>Rosehaven, Camrose</u>				
	<u>Amount</u>		<u>Cost Per</u>	
	<u>1976</u>	<u>1975</u>	<u>1976</u>	<u>1975</u>
<u>REVENUE</u>				
Patients' maintenance charges	\$ 335,141	\$ 374,323	\$ 3.11	\$ 3.13
Less: Increase in uncollected maintenance charges ..	8,834	16,379	.08	.14
	<u>\$ 326,307</u>	<u>\$ 357,944</u>	<u>\$ 3.03</u>	<u>\$ 2.99</u>
<u>EXPENDITURE</u>				
Administration	\$ 169,806	\$ 130,398	\$ 1.58	\$ 1.09
Dietary services	392,734	384,397	3.65	3.21
Housekeeping	153,392	168,140	1.42	1.41
Laundry and linen service	179,191	155,330	1.66	1.30
Medical services	2,114,027	1,480,043	19.62	12.36
Patient services	4,424	5,369	.04	.05
Plant operation and maintenance	555,808	448,082	5.16	3.74
Therapy services	65,192	57,748	.60	.48
	<u>\$ 3,634,574</u>	<u>\$ 2,829,507</u>	<u>\$33.73</u>	<u>\$23.64</u>
Total expenditure	<u>\$ 3,634,574</u>	<u>\$ 2,829,507</u>	<u>\$33.73</u>	<u>\$23.64</u>
Cash collected	326,307	357,944	3.03	2.99
Net cost to the Province	<u>\$ 3,308,267</u>	<u>\$ 2,471,563</u>	<u>\$30.70</u>	<u>\$20.65</u>

	Raymond Home		Cost Per Patient Day	
	1976	Amount	1976	1975
<u>REVENUE</u>				
Patients' maintenance charges	\$ 65,685	\$ 66,987	\$ 3.17	\$ 3.20
Less: Increase in uncollected maintenance charges	23,808	23,030	1.15	1.10
	<u>\$ 41,877</u>	<u>\$ 43,957</u>	<u>\$ 2.02</u>	<u>\$ 2.10</u>
<u>EXPENDITURE</u>				
Administration	\$ 45,950	\$ 30,782	\$ 2.22	\$ 1.47
Dietary services	100,015	63,229	4.83	3.02
Housekeeping	37,762	17,460	1.82	.84
Laundry and linen service	30,366	13,752	1.46	.66
Medical services	288,270	210,166	13.92	10.04
Patient services	2,019	2,915	.10	.14
Plant operation and maintenance	119,867	101,839	5.79	4.86
Therapy services	29,185	13,855	1.41	.66
	<u>\$ 653,434</u>	<u>\$ 453,998</u>	<u>\$31.55</u>	<u>\$21.69</u>
Total expenditure	\$ 653,434	\$ 453,998	\$31.55	\$21.69
Cash collected	41,877	43,957	2.02	2.10
Net cost to the Province	\$ 611,557	\$ 410,041	\$29.53	\$19.59

The accompanying notes are part of this financial statement.

ALBERTA GERIATRIC CENTRES NOTES TO FINANCIAL STATEMENT

MARCH 31, 1976

Note 1 Authority

The Alberta Geriatric Centres are licensed under The Welfare Homes Act, Chapter 390, Revised Statutes of Alberta 1970.

Note 2 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Centres are subject to controls on compensation paid to their employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.



OFFICE OF THE PROVINCIAL AUDITOR

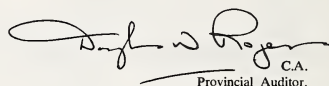
AUDITOR'S REPORT

To the Minister of Social Services and
Community Health

I have examined the statement of revenue and expenditure of the Baker Centre for the year ended March 31, 1976. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I consider necessary in the circumstances.

In my opinion this statement presents fairly the revenue and expenditure of the Centre for the year ended March 31, 1976 on a basis consistent with that of the preceding year.

Edmonton, Alberta
August 25, 1976


C.A.
Provincial Auditor.

BAKER CENTRE
STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

REVENUE

	Amount		Cost per Patient Day	
	1976	1975	1976	1975
Patients' maintenance charges collected	\$ 96,954	\$ 125,087	\$ 1.30	\$ 1.82

EXPENDITURE

Administration	\$ 332,009	\$ 188,771	\$ 4.46	\$ 2.75
Dietary services	448,896	343,754	6.03	5.01
Housekeeping	428,031	269,205	5.75	3.93
Laundry and linen services	230,216	177,665	3.09	2.59
Medical services	2,174,338	1,631,520	29.22	23.79
Patient services	365,031	151,575	4.91	2.21
Plant operation and maintenance	513,051	385,112	6.89	5.61
Therapy services	33,231	33,206	.45	.48
	<u>\$ 4,524,803</u>	<u>\$ 3,180,808</u>	<u>\$60.80</u>	<u>\$46.37</u>
Total expenditure	\$ 4,524,803	\$ 3,180,808	\$60.80	\$46.37
Cash collected	96,954	125,087	1.30	1.82
Net cost to the Province	<u>\$ 4,427,849</u>	<u>\$ 3,055,721</u>	<u>\$59.50</u>	<u>\$44.55</u>

The accompanying notes are part of this financial statement.

BAKER CENTRE
NOTES TO THE FINANCIAL STATEMENT

MARCH 31, 1976

Note 1 Authority

Baker Centre operates under the authority of The Welfare Homes Act, Chapter 390 and The Tuberculosis Act, Chapter 374, Revised Statutes of Alberta 1970.

Note 2 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Centre is subject to controls on compensation paid to its employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Minister of Social Services
and Community Health

I have examined the statement of revenue and expenditure of the Facilities for the Handicapped for the year ended March 31, 1976. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion this statement presents fairly the revenue and expenditure of the Facilities for the year ended March 31, 1976 on a basis consistent with that of the preceding year.

Edmonton, Alberta
September 2, 1976

C.A.
Provincial Auditor.

FACILITIES FOR THE HANDICAPPED STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED MARCH 31, 1976

(with comparative figures)

Alberta School Hospital-Deerhome, Red Deer				
	Amount		Cost Per Resident Day	
	1976	1975	1976	1975
REVENUE				
Residents' maintenance charges	\$ 639,269	\$ 555,680	\$.95	\$.79
Less: Increase in uncollected maintenance charges ..	140,546	(6,426)	.21	(.01)
	<u>\$ 498,723</u>	<u>\$ 562,106</u>	<u>\$.74</u>	<u>\$.80</u>
EXPENDITURE				
Administration	\$ 1,238,391	\$ 957,667	\$ 1.84	\$ 1.36
Dietary services	3,100,118	2,487,558	4.60	3.53
Housekeeping	1,182,956	839,907	1.75	1.19
Laundry and linen service	1,290,879	1,048,474	1.91	1.49
Medical services	3,158,271	3,582,562	4.68	5.08
Plant operation and maintenance	1,861,969	1,504,306	2.76	2.14
Residential services	7,368,894	3,904,012	10.92	5.55
Therapy services	1,922,621	1,227,263	2.85	1.74
	<u>\$ 21,124,099</u>	<u>\$ 15,551,749</u>	<u>\$31.31</u>	<u>\$22.08</u>
Total expenditure	<u>\$ 21,124,099</u>	<u>\$ 15,551,749</u>	<u>\$31.31</u>	<u>\$22.08</u>
Cash collected	498,723	562,106	.74	.80
Net cost to the Province	<u>\$ 20,625,376</u>	<u>\$ 14,989,643</u>	<u>\$30.57</u>	<u>\$21.28</u>

Eric Cormack Centre, Edmonton				
	Amount		Cost Per Resident Day	
	1976	1975	1976	1975
REVENUE				
Residents' maintenance charges	\$ 164,048	\$ 136,423	\$ 4.88	\$ 4.05
Less: Increase in uncollected maintenance charges ..	158,444	129,013	4.71	3.83
	<u>\$ 5,604</u>	<u>\$ 7,410</u>	<u>\$.17</u>	<u>\$.22</u>
EXPENDITURE				
Administration	\$ 79,989	\$ 46,403	\$ 2.38	\$ 1.38
Dietary services	147,798	139,746	4.40	4.15
Housekeeping	159,883	117,875	4.76	3.50
Laundry and linen service	117,091	93,619	3.48	2.77
Medical services	1,031,949	753,999	30.72	22.38
Plant operation and maintenance	197,697	146,380	5.89	4.34
Residential services	13,073	4,301	.39	.13
Therapy services	—	—	—	—
	<u>\$ 1,747,480</u>	<u>\$ 1,302,323</u>	<u>\$52.02</u>	<u>\$38.65</u>
Total expenditure	<u>\$ 1,747,480</u>	<u>\$ 1,302,323</u>	<u>\$52.02</u>	<u>\$38.65</u>
Cash collected	5,604	7,410	.17	.22
Net cost to the Province	<u>\$ 1,741,876</u>	<u>\$ 1,294,913</u>	<u>\$51.85</u>	<u>\$38.43</u>

The accompanying notes are part of this financial statement.

FACILITIES FOR THE HANDICAPPED
NOTES TO THE FINANCIAL STATEMENT

MARCH 31, 1976

Note 1 Authority

These facilities are licensed under The Welfare Homes Act, Chapter 390, Revised Statutes of Alberta 1970.

Note 2 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Facilities are subject to controls on compensation paid to their employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.

Note 3 Comparative Figures

For comparative purposes the 1975 figures have been restated where necessary to conform to 1976 presentation.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Minister of Social Services
and Community Health

I have examined the statement of revenue and expenditure of the Facilities for Mental Services under The Mental Health Act for the year ended March 31, 1976. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion this statement presents fairly the revenue and expenditure of the Facilities for the year ended March 31, 1976 on a basis consistent with that of the preceding year.

Edmonton, Alberta
August 13, 1976

C.A.
Provincial Auditor.

FACILITIES FOR MENTAL SERVICES UNDER THE MENTAL HEALTH ACT
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

<u>Alberta Hospital, Edmonton</u>				
	Amount		Cost Per Patient Day	
	1976	1975	1976	1975
<u>REVENUE</u>				
Patients' maintenance charges	\$ 1,373,268	\$ 1,231,446	\$ 5.70	\$ 5.26
Less: Increase in uncollected maintenance charges ..	538,812	542,296	2.24	2.32
	<u>\$ 834,456</u>	<u>\$ 689,150</u>	<u>\$ 3.46</u>	<u>\$ 2.94</u>
<u>EXPENDITURE</u>				
Administration	\$ 582,695	\$ 386,807	\$ 2.42	\$ 1.65
Dietary services	1,235,054	952,691	5.13	4.07
Housekeeping	872,453	634,727	3.62	2.71
Laundry and linen service	271,965	229,185	1.13	.97
Medical services	8,060,051	5,991,112	33.47	25.58
Nursing education	334,671	261,805	1.39	1.12
Patient services	64,339	49,658	.27	.21
Plant operation and maintenance	1,597,480	1,254,800	6.63	5.36
Therapy services	675,580	449,422	2.81	1.92
	<u>\$ 13,694,288</u>	<u>\$ 10,210,207</u>	<u>\$56.87</u>	<u>\$43.59</u>
Total expenditure	\$ 13,694,288	\$ 10,210,207	\$56.87	\$43.59
Cash collected	834,456	689,150	3.46	2.94
Net cost to the Province	<u>\$ 12,859,832</u>	<u>\$ 9,521,057</u>	<u>\$53.41</u>	<u>\$40.65</u>

<u>Alberta Hospital, Ponoka</u>				
	Amount		Cost Per Patient Day	
	1976	1975	1976	1975
<u>REVENUE</u>				
Patients' maintenance charges	\$ 938,260	\$ 850,212	\$ 5.56	\$ 4.88
Less: Increase in uncollected maintenance charges ..	425,093	190,570	2.52	1.10
	<u>\$ 513,167</u>	<u>\$ 659,642</u>	<u>\$ 3.04</u>	<u>\$ 3.78</u>
<u>EXPENDITURE</u>				
Administration	\$ 599,047	\$ 384,542	\$ 3.56	\$ 2.20
Dietary services	1,032,654	830,899	6.12	4.76
Housekeeping	617,780	445,342	3.66	2.55
Laundry and linen service	307,185	230,849	1.82	1.32
Medical services	5,539,299	4,246,565	32.85	24.36
Nursing education	326,256	268,122	1.94	1.54
Patient services	144,330	108,864	.86	.63
Plant operation and maintenance	1,106,371	878,402	6.56	5.04
Therapy services	296,033	222,782	1.75	1.28
	<u>\$ 9,968,955</u>	<u>\$ 7,616,367</u>	<u>\$59.12</u>	<u>\$43.68</u>
Total expenditure	\$ 9,968,955	\$ 7,616,367	\$59.12	\$43.68
Cash collected	513,167	659,642	3.04	3.78
Net cost to the Province	<u>\$ 9,455,788</u>	<u>\$ 6,956,725</u>	<u>\$56.08</u>	<u>\$39.90</u>

The accompanying notes are part of this financial statement.

FACILITIES FOR MENTAL SERVICES
UNDER THE MENTAL HEALTH ACT
NOTES TO THE FINANCIAL STATEMENT

MARCH 31, 1976

Note 1 Authority

These facilities operate under the authority of The Mental Health Act, Chapter 118, Statutes of Alberta 1972.

Note 2 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Facilities are subject to controls on compensation paid to their employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.

Note 3 Comparative Figures

The 1975 comparative figures have been restated where necessary to conform to 1976 presentation.

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Members of The Alberta
Liquor Control Board

I have examined the balance sheet of The Alberta Liquor Control Board as at March 31, 1976 and the statements of income and changes in cash position for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Board as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
August 4, 1976

A handwritten signature in cursive script, reading "Douglas W. Rogers".
C.A.
Provincial Auditor.

ALBERTA LIQUOR CONTROL BOARD

Statement A

BALANCE SHEET

AS AT MARCH 31, 1976

(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Cash	\$ 1,980,881	\$ 4,237,819
Accounts receivable	314,569	257,978
Inventories (Note 3)	17,212,173	13,703,034
Prepaid expenses	229,485	297,136
Deposit, Workers' Compensation Board	10,000	10,000
Fixed assets (Note 4)	11,921,870	12,071,567
	<u>\$ 31,668,978</u>	<u>\$ 30,577,534</u>
<u>LIABILITIES</u>		
Accounts payable	\$ 12,394,116	\$ 10,588,705
Unearned revenue	560,155	519,123
Mortgage payable	—	193,104
Appropriation of profits for capital account and reserve fund, Section 26 of The Liquor Control Act	15,000,000	15,000,000
	<u>27,954,271</u>	<u>26,300,932</u>
Provincial Treasurer:		
Net income for the year	107,338,105	94,749,505
Add: Income under-remitted at beginning of year	4,276,602	3,575,566
	<u>111,614,707</u>	<u>98,325,071</u>
Deduct: Remittances during the year and amounts transferred under Section 26 of The Liquor Control Act	107,900,000	94,048,469
	<u>3,714,707</u>	<u>4,276,602</u>
	<u>\$ 31,668,978</u>	<u>\$ 30,577,534</u>

The accompanying notes are part of these financial statements.

ALBERTA LIQUOR CONTROL BOARD

STATEMENT OF INCOME

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Sales:		
Liquor	\$207,608,160	\$174,757,140
Beer	113,062,245	91,688,506
	<u>320,670,405</u>	<u>266,445,646</u>
Deduct: Cost of goods sold:		
Liquor, Schedule 1	103,974,568	86,774,348
Beer, Schedule 2	86,611,377	66,549,577
	<u>190,585,945</u>	<u>153,323,925</u>
Gross profit on sales	<u>130,084,460</u>	<u>113,121,721</u>
Deduct:		
Store operating expense, Schedule 3	19,576,691	15,497,636
Administration and general expense, Schedule 4	4,101,158	3,403,751
Warehouse expense, Schedule 5	1,769,535	1,427,777
	<u>25,447,384</u>	<u>20,329,164</u>
Net profit on sales	<u>104,637,076</u>	<u>92,792,557</u>
Add: Special income:		
License fees, net (Note 5)	3,515,024	3,222,826
Gain on disposal of fixed assets	228,648	73,310
Permit revenue, net (Note 6)	153,201	143,333
Identification card sales	25,030	17,543
Interest	19,329	19,875
Sundry revenue	117,734	104,702
	<u>4,058,966</u>	<u>3,581,589</u>
Net operating profit	<u>108,696,042</u>	<u>96,374,146</u>
Deduct: Non-operating expense:		
Environmental (Note 7)	1,356,599	1,607,649
Local option plebiscites	1,133	1,597
Capitalized value of non-contributory pensions awarded	205	15,395
	<u>1,357,937</u>	<u>1,624,641</u>
Net income for the year	<u>\$107,338,105</u>	<u>\$ 94,749,505</u>

Statement C

ALBERTA LIQUOR CONTROL BOARD
STATEMENT OF CHANGES IN CASH POSITION
 FOR THE YEAR ENDED MARCH 31, 1976
 (with comparative figures)

	<u>1976</u>	<u>1975</u>
Cash provided by:		
Operations	\$107,338,105	\$ 94,749,505
Add: Items not requiring an outlay of cash:		
Depreciation	818,584	1,088,068
Amortization of leasehold improvements	23,214	41,294
Self-serve store conversion costs written-off	340,000	—
	<u>1,181,798</u>	<u>1,129,362</u>
	108,519,903	95,878,867
Deduct: Items not providing an inflow of cash:		
Gain on disposal of fixed assets	228,648	73,310
	<u>108,291,255</u>	<u>95,805,557</u>
Increase in accounts payable	1,805,412	—
Increase in mortgage payable	—	193,104
Increase in unearned revenue	41,032	33,513
Decrease in prepaid expenses	67,651	—
Proceeds on disposal of fixed assets	744,089	77,766
	<u>110,949,439</u>	<u>96,109,940</u>
Cash applied to:		
Payments to Provincial Treasurer	107,900,000	89,300,000
Increase in inventories	3,509,139	2,700,104
Increase in accounts receivable	56,591	67,528
Increase in prepaid expenses	—	197,906
Decrease in accounts payable	—	134,078
Decrease in mortgage payable	193,104	—
Purchase of fixed assets	1,547,543	2,324,020
	<u>113,206,377</u>	<u>94,723,636</u>
Increase (Decrease) in cash position	<u>\$ (2,256,938)</u>	<u>\$ 1,386,304</u>

ALBERTA LIQUOR CONTROL BOARD NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Alberta Liquor Control Board operates under the authority of The Liquor Control Act, Chapter 211, Revised Statutes of Alberta 1970.

Note 2 Accounting Policies

Buildings are depreciated on a straight-line basis at rates varying between 2% and 5% per annum.

Automobiles are depreciated on a straight-line basis at 25% per annum to a maximum of 75% of cost.

Furniture and equipment is fully depreciated in the year it is put into use.

Leasehold improvements are amortized on a straight-line basis over the remaining term of the lease.

Note 3 Inventories

Inventories are summarized hereunder:

	1976	1975
Stocks of liquor and beer in bond, at cost	\$ 6,060,262	\$ 4,016,649
Stocks of liquor and beer in warehouses and stores, at warehouse cost	8,505,848	7,665,259
Liquor and beer in transit, at cost	2,646,063	2,021,126
	<u>\$ 17,212,173</u>	<u>\$ 13,703,034</u>

Note 4 Fixed Assets

Fixed assets are detailed as follows:

	1976		1975	
	Cost	Accumulated Depreciation or Amortization	Net Book Value	Net Book Value
Land and buildings	\$ 14,156,332	\$ 2,605,822	\$ 11,550,510	\$ 11,417,779
Leasehold improvements	246,786	23,214	223,572	147,468
Automobiles, furniture and fixtures	4,210,539	4,062,751	147,788	166,320
Self-serve conversions in progress	—	—	—	340,000
	<u>\$ 18,613,657</u>	<u>\$ 6,691,787</u>	<u>\$ 11,921,870</u>	<u>\$ 12,071,567</u>

Note 5 License Fees, Net

License fees, net are summarized hereunder:

	1976	1975
License fees	\$ 4,748,774	\$ 4,142,955
Less: License expense, Schedule 6	1,233,750	920,129
	<u>\$ 3,515,024</u>	<u>\$ 3,222,826</u>

Note 6 Permit Revenue, Net

Permit revenue, net is summarized hereunder:

	1976	1975
Permit revenue	\$ 161,142	\$ 149,435
Less: Printing expense	7,941	6,102
	<u>\$ 153,201</u>	<u>\$ 143,333</u>

Note 7 Environmental Expense, Net

This expense represents the net cost of administering and refunding deposits on liquor and wine bottles returned under a program implemented January 1, 1973 and includes revenue from the sale of glass cullet and deposits in excess of refunds.

Note 8 Comprehensive Insurance

The cost of comprehensive insurance, previously included in cost of goods sold, has been included in administration and general expense for the current year. The 1975 comparative figures have not been restated to reflect this change.

Note 9 Contingent Liabilities

The Board has a contingent liability in respect of non-contributory pensions which may be awarded upon employees reaching retirement age and in respect of contributions under The Public Service Pension Act for employees' first year of service.

Note 10 Commitments

The Board has commitments in respect of uncompleted building contracts in the amount of \$510,688 and commitments in respect of land purchases in the amount of \$79,000 as at March 31, 1976.

Note 11 Duty and Sales Tax

Duty and sales tax to be paid on that part of the inventory which was held in bond at March 31, 1976 and which will be included in subsequent years costs amounted to approximately \$5,375,000.

Note 12 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Board is subject to controls on compensation paid to its employees as specified in The Anti-Inflation Act. The effective date of these controls is October 14, 1975.

Note 13 Comparative Figures

The 1975 comparative figures have been restated where necessary to conform to 1976 presentation.

Schedule 1

ALBERTA LIQUOR CONTROL BOARD

COST OF GOODS SOLD — LIQUOR

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Inventory at beginning of year	\$ 10,761,811	\$ 8,853,225
Add:		
Purchases	44,876,857	37,125,059
Duty and sales tax	57,780,635	48,524,831
Inward freight	3,988,195	3,159,618
Comprehensive insurance (Note 8)	—	52,250
	<u>117,407,498</u>	<u>97,714,983</u>
Deduct:		
Claims	93,282	110,004
Breakage	105,950	68,820
Stock withdrawals	676	—
	<u>199,908</u>	<u>178,824</u>
	117,207,590	97,536,159
Deduct:		
Inventory at end of year	13,233,022	10,761,811
Cost of goods sold for the year	<u>\$ 103,974,568</u>	<u>\$ 86,774,348</u>

Schedule 2

ALBERTA LIQUOR CONTROL BOARD

COST OF GOODS SOLD — BEER

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Inventory at beginning of year	\$ 920,097	\$ 631,491
Add:		
Purchases	86,488,821	66,441,638
Duty and sales tax on imported beer	197,665	154,363
Inward freight on imported beer	337,882	224,304
Comprehensive insurance (Note 8)	—	17,878
	<u>87,944,465</u>	<u>67,469,674</u>
Deduct:		
Inventory at end of year	1,333,088	920,097
Cost of goods sold for the year	<u>\$ 86,611,377</u>	<u>\$ 66,549,577</u>

Schedule 3

ALBERTA LIQUOR CONTROL BOARD

STORE OPERATING EXPENSE

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Salaries	\$ 14,916,740	\$ 11,719,025
Property expense, rent and business taxes	2,491,139	1,729,468
Stationery and supplies	798,687	625,824
Freight, cartage and express	500,569	440,454
Depreciation, furniture and equipment	389,659	532,912
Depreciation, buildings	188,760	176,269
Breakage	68,747	37,651
Telephone, telegraph and postage	42,716	38,581
Armoured car service	41,722	40,444
Maintenance of equipment	40,116	35,491
Amortization of leasehold improvements	23,214	41,294
Travelling	21,193	28,901
Insurance	19,481	21,936
Miscellaneous	43,235	51,036
	<u>19,585,978</u>	<u>15,519,286</u>
Deduct: Rental revenue	9,287	21,650
	<u>\$ 19,576,691</u>	<u>\$ 15,497,636</u>

Schedule 4

ALBERTA LIQUOR CONTROL BOARD

ADMINISTRATION AND GENERAL EXPENSE

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Salaries	\$ 1,883,094	\$ 1,571,050
Pension contributions	834,087	661,155
Unemployment insurance	270,014	187,988
Equipment rentals	191,864	200,481
Group insurance	139,606	87,209
Property expense, rent and business taxes	101,596	110,644
Medical and hospital insurance	89,077	77,894
Telephone, telegraph and postage	85,195	77,138
Staff transfer and moving	72,164	57,448
Staff training	70,815	27,445
Travelling	68,764	55,247
Printing, stationery and supplies	63,905	103,955
Housing subsidies	58,211	15,651
Bank charges	57,345	58,563
Depreciation, furniture and equipment	36,802	74,159
Unsaleable stock destroyed	35,965	29,743
Identification cards, cameras and supplies	33,630	15,310
Dues and subscriptions	24,519	22,690
Insurance	23,441	6,955
Cafeterias	18,185	16,297
Audit fee	10,500	11,900
Analysis	9,184	8,081
Depreciation, buildings	8,545	8,545
Maintenance of equipment	8,446	6,248
Legal and consulting fees	4,570	31,045
Miscellaneous	117,484	60,055
	<u>4,317,008</u>	<u>3,582,896</u>
Deduct: 5% transferred to license expense	215,850	179,145
	<u>\$ 4,101,158</u>	<u>\$ 3,403,751</u>

Schedule 5

ALBERTA LIQUOR CONTROL BOARD

WAREHOUSE EXPENSE

FOR THE YEAR ENDED MARCH 31, 1976

(with comparative figures)

	1976	1975
Salaries	\$ 1,023,301	\$ 774,251
Property expense, rent and business taxes	495,770	420,455
Depreciation, furniture and equipment	103,642	90,645
Depreciation, buildings	75,818	82,951
Maintenance of equipment	44,868	45,963
Telephone, telegraph and postage	12,679	8,445
Supplies	9,652	26,129
Freight, cartage and express	9,330	7,492
Breakage	8,427	7,752
Insurance	3,512	4,847
Customs locker fees	1,378	2,424
Equipment rental	818	333
Miscellaneous	4,715	5,170
	<u>1,793,910</u>	<u>1,476,857</u>
Deduct: Rental revenue	24,375	49,080
	<u>\$ 1,769,535</u>	<u>\$ 1,427,777</u>

Schedule 6

ALBERTA LIQUOR CONTROL BOARD

LICENSE EXPENSE

FOR THE YEAR ENDED MARCH 31, 1976

(with comparative figures)

	1976	1975
Salaries	\$ 819,876	\$ 597,550
Travelling	115,973	75,897
Staff transfer and moving	23,353	5,756
Property expense and rent	11,691	15,088
Telephone, telegraph and postage	9,805	7,313
Printing, stationery and supplies	9,438	12,638
Staff training	8,113	5,373
Depreciation, furniture and equipment	7,366	12,295
Inspection purchases	4,115	3,702
Equipment rental	1,976	2,668
Maintenance of equipment	1,314	1,005
Miscellaneous	4,880	1,699
	<u>1,017,900</u>	<u>740,984</u>
Add: 5% of administration and general expense	215,850	179,145
	<u>\$ 1,233,750</u>	<u>\$ 920,129</u>


**OFFICE OF THE PROVINCIAL AUDITOR****AUDITOR'S REPORT**

To the Members of the
Alberta Racing Commission

I have examined the balance sheet of the Alberta Racing Commission as at March 31, 1976 and the statements of revenue and expenditure—operations, revenue and expenditure—development and deficit for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Commission as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
May 13, 1976.



C.A.
Provincial Auditor.

Statement A

ALBERTA RACING COMMISSION

BALANCE SHEET

AS AT MARCH 31, 1976
(with comparative figures)

ASSETS

	<u>1976</u>	<u>1975</u>
Cash	\$ 14,452	\$ 35,281
Accounts receivable	730	330
Equipment, at nominal value (Note 2)	1	1
	<u>\$ 15,183</u>	<u>\$ 35,612</u>

LIABILITIES

Bonus payable	\$ 36,500	\$ —
Breeders assistance payable	5,300	47,500
Accounts payable	3,717	2,195
	<u>45,517</u>	<u>49,695</u>
Deficit, Statement D	30,334	14,083
	<u>\$ 15,183</u>	<u>\$ 35,612</u>

The accompanying notes are part of these financial statements.

Statement B

ALBERTA RACING COMMISSION

STATEMENT OF REVENUE AND EXPENDITURE—OPERATIONS

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	Thoroughbred Racing	Harness Racing	1976 Total	1975 Total
Revenue:				
Assessments	\$ 65,120	\$ 22,330	\$ 87,450	\$ 72,300
Personnel licenses	12,157	3,235	15,392	13,656
Fines	3,290	—	3,290	3,040
	<u>\$ 80,567</u>	<u>\$ 25,565</u>	<u>106,132</u>	<u>88,996</u>
Interest, net			19,876	15,371
Miscellaneous			1,564	—
			<u>127,572</u>	<u>104,367</u>
Expenditure:				
Office salaries			71,279	42,185
Veterinarians' fees and expenses			70,568	57,281
Stewards' fees and expenses			35,977	35,545
Commissioners' honoraria			26,750	24,500
Judges' fees and expenses			16,473	15,239
Travelling			16,182	17,059
Printing, stationery and office supplies			8,336	8,031
Hearings and appeals			7,813	1,693
Tattooing			7,687	1,769
License identification equipment and supplies			5,186	3,187
Legal fees			4,127	1,159
Public Service Pension Plan contributions			4,079	1,678
Canada Pension Plan and unemployment insurance			3,430	2,369
Entertainment			2,441	1,376
Insurance			2,328	3,014
Telephone, telegraph and postage			1,678	1,199
Membership fees			969	(100)
Miscellaneous			2,098	814
			<u>287,401</u>	<u>217,998</u>
Excess of operating expenditure over revenue			159,829	113,631
Deduct: Contribution by the Province of Alberta			183,600	115,000
Excess of revenue over expenditure			<u>\$ 23,771</u>	<u>\$ 1,369</u>

Statement C

ALBERTA RACING COMMISSION
STATEMENT OF REVENUE AND EXPENDITURE—DEVELOPMENT
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Expenditure:		
Bonuses	\$ 411,628	\$ 238,495
Purse supplements	82,740	57,700
Breeders' premium	80,467	50,000
Assistance to community race meets	35,000	40,000
Tax refunds	30,187	20,258
	<u>640,022</u>	<u>406,453</u>
Deduct: Contribution by the Province of Alberta	600,000	391,000
Excess of expenditure over revenue	\$ <u>40,022</u>	\$ <u>15,453</u>

Statement D

ALBERTA RACING COMMISSION
STATEMENT OF DEFICIT
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Balance at beginning of year	\$ 14,083	\$ (48)
Add: Remitted to Provincial Treasurer	—	47
	<u>14,083</u>	<u>(1)</u>
Add: Excess of expenditure over revenue for the year:		
Development	40,022	15,453
Operations	(23,771)	(1,369)
	<u>16,251</u>	<u>14,084</u>
Balance at end of year	\$ <u>30,334</u>	\$ <u>14,083</u>

ALBERTA RACING COMMISSION
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Alberta Racing Commission operates under the authority of The Racing Commission Act, Chapter 308, Revised Statutes of Alberta 1970.

Note 2 Equipment

The cost of equipment is expensed in the year of purchase. Purchases during the year ended March 31, 1976 amounted to \$2,357. (1975—\$1,018)

Note 3 Statement of Revenue and Expenditure—Development

The contribution by the Province of Alberta allocated to development is based on the Commission's budget request.

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Resources Railway Corporation

I have examined the balance sheet and the statement of debenture debt of the Alberta Resources Railway Corporation as at December 31, 1975 and the statement of revenue, expenditure and deficit for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Corporation as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
March 27, 1976


C.A.
Provincial Auditor.

ALBERTA RESOURCES RAILWAY CORPORATION

Statement A

BALANCE SHEET

AS AT DECEMBER 31, 1975
(with comparative figures)

	1975	1974
<u>ASSETS</u>		
Current:		
Deposits in trust with the Province of Alberta	\$ 849,341	\$ 29,219
Accounts receivable	267,598	196,080
	<u>1,116,939</u>	<u>225,299</u>
Agreement for sale	20,800	41,600
Sinking fund: (Note 8)		
Deposits in trust with the Province of Alberta	1,512,613	3,500,832
Investments, at amortized cost (approximate market value: 1975 \$4,642,875; 1974 \$469,375)	4,614,270	451,036
Accrued interest	92,796	11,219
	<u>6,219,679</u>	<u>3,963,087</u>
Fixed:		
Land, at cost (Note 2)	82,043	82,043
Railway, at cost (Note 3)	100,049,936	99,943,147
	<u>100,131,979</u>	<u>100,025,190</u>
Deferred charges:		
Unamortized debenture discount	—	16,263
	<u>\$107,489,397</u>	<u>\$104,271,439</u>
<u>LIABILITIES AND DEFICIT</u>		
Current:		
Accounts payable:		
Province of Alberta (Note 4)	\$ 53,245,977	\$ 43,107,210
Other	15,703	308,309
Accrued interest payable:		
Province of Alberta	7,124,183	7,039,684
Other	2,995,545	3,404,962
Notes payable:		
Province of Alberta	98,814	1,907,083
Treasury Branches (Note 5)	25,000,000	25,000,000
Unearned revenue	477	—
	<u>88,480,699</u>	<u>80,767,248</u>
Long term debt:		
Debenture debt, Statement C (Note 6)	25,000,000	45,000,000
Notes payable (Note 7)	45,000,000	25,000,000
	<u>70,000,000</u>	<u>70,000,000</u>
Deficit, Statement B	(50,991,302)	(46,495,809)
	<u>\$107,489,397</u>	<u>\$104,271,439</u>

The accompanying notes are part of these financial statements.

Statement B

ALBERTA RESOURCES RAILWAY CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND DEFICIT

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
<u>REVENUE</u>		
Tonnage rental	\$ 3,279,909	\$ 2,332,564
Interest	52,537	55,576
Miscellaneous	4,756	1,400
	<u>3,337,202</u>	<u>2,389,540</u>
<u>EXPENDITURE</u>		
Interest on capital borrowings	8,117,171	8,949,560
Professional fees	29,593	28,365
Directors' fees and expenses	19,834	18,535
Amortization of debenture discount	16,263	33,754
Debt service charges	5,060	6,506
Office and stationery expenses	1,346	727
Miscellaneous	20	1,189
	<u>8,189,287</u>	<u>9,038,636</u>
Operating surplus (deficit) for the year	(4,852,085)	(6,649,096)
Operating surplus (deficit) at beginning of year	(46,658,896)	(40,009,800)
Operating surplus (deficit) at end of year	(51,510,981)	(46,658,896)
Sinking fund at beginning of year	163,087	—
Earnings for the year	356,592	163,087
Sinking fund surplus at end of year	519,679	163,087
Surplus (deficit) at end of year	<u><u>\$(50,991,302)</u></u>	<u><u>\$(46,495,809)</u></u>

Statement C

ALBERTA RESOURCES RAILWAY CORPORATION
STATEMENT OF DEBENTURE DEBT

AS AT DECEMBER 31, 1975

<u>Date of Issue</u>	<u>Maturity Date</u>	<u>Currency</u>	<u>Interest Rate</u>	<u>Amount Outstanding</u>
Oct. 1, 1973	Oct. 1, 1993	Canadian	7.61%	\$ 5,484,000
Nov. 1, 1973	Nov. 1, 1993	Canadian	7.58	5,877,000
Dec. 3, 1973	Dec. 3, 1993	Canadian	7.50	5,170,000
Jan. 2, 1974	Jan. 2, 1994	Canadian	7.47	2,775,000
Feb. 1, 1974	Feb. 1, 1994	Canadian	7.53	5,694,000
				<u><u>\$ 25,000,000</u></u>

ALBERTA RESOURCES RAILWAY CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Alberta Resources Railway Corporation operates under the authority of The Alberta Resources Railway Corporation Act, Chapter 15, Revised Statutes of Alberta 1970. Under the terms of an agreement dated October 1, 1965 between the Corporation and the Canadian National Railway Company, the Company has completed construction of a railway on behalf of the Corporation. The agreement further provides for the lease of the railway by the Company with an option to purchase. The purchase price under the purchase option amounted to \$135,613,307 as at December 31, 1975 calculated in accordance with the agreement as follows:

Railway, at cost:

Balance, December 31, 1974		\$ 99,943,147
Add: Capital costs for the year		106,789
Balance, December 31, 1975		100,049,936
Accumulated deficiency account:		
Balance, December 31, 1974	\$ 38,601,360	
Add: Interest charged for the year in accordance with Section 3.11 (3) of the agreement	6,280,070	
	44,881,430	
Deduct: Tonnage rental revenue for the year	3,279,909	
Balance, December 31, 1975	\$ 41,601,521	
Deduct: Reserve for interest reduction:		
Balance, December 31, 1974	5,288,724	
Add: Credit to the reserve for the year in accordance with Section 4.5 of the agreement	749,426	
Balance, December 31, 1975	6,038,150	
		35,563,371
		<u>\$135,613,307</u>

Note 2 Land

Land, at cost consists of land purchases not required for the operation of the railway.

Note 3 Railway

Railway, at cost consists of those costs incurred in the construction of the railway chargeable to "capital account" under Section 3.11(1) of the agreement between the Corporation and the Canadian National Railway Company. No depreciation has been included in the accounts of the Corporation.

Note 4 Accounts Payable, Province of Alberta

This amount represents expenditures and sinking fund contributions which were paid from the General Revenue Fund of the Province and are to be recovered from the operations of the Corporation.

Note 5 Notes Payable, Treasury Branches

This note payable dated March 1, 1974 is payable on demand. It is held by the Treasury Branches, Head Office and bears interest at the Treasury Branches prime rate less one percent. It is unconditionally guaranteed as to principal and interest by the Government of the Province of Alberta.

Note 6 Debenture Debt

These debentures are unconditionally guaranteed as to principal and interest by the Government of the Province of Alberta.

Note 7 Long Term Debt, Notes Payable

- A note payable in the amount of \$25,000,000 is held by the Canadian Imperial Bank of Commerce and bears interest at the prime rate in effect at the Main Branch, Edmonton, less one quarter of one percent. It is due July 15, 1977 and is unconditionally guaranteed as to principal and interest by the Government of the Province of Alberta.
- A note payable in the amount of \$20,000,000 is held by the Treasury Branches, Head Office and bears interest at 8½% per annum. It is due July 31, 1980 and is unconditionally guaranteed as to principal and interest by the Government of the Province of Alberta.

Note 8 Sinking Fund, Investments

Investments included with sinking fund assets are summarized hereunder:

<u>Particulars</u>	<u>1975</u>		<u>1974</u>
	<u>Par Value</u>	<u>Amortized Cost</u>	<u>Amortized Cost</u>
Debentures:			
Government of Canada, direct	\$ 2,000,000	\$ 1,969,868	\$ —
Provincial, direct and guaranteed	2,950,000	2,644,402	451,036
	<u>\$ 4,950,000</u>	<u>\$ 4,614,270</u>	<u>\$ 451,036</u>



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Minister of Transportation

I have examined the balance sheet of the Transportation Stock Advance as at March 31, 1976 and the statement of operations and deficit for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Advance as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
September 9, 1976

C.A.
Provincial Auditor.

TRANSPORTATION STOCK ADVANCE

Statement A

BALANCE SHEET

AS AT MARCH 31, 1976
(with comparative figures)

	<u>ASSETS</u>	
	1976	1975
Current assets:		
Accounts receivable	\$ 4,917,291	\$ 4,918,829
Materials and supplies, at cost	12,142,113	10,208,014
Land held for resale, at cost less recoveries from sales and rentals	2,345,587	2,747,727
	19,404,991	17,874,570
Equipment, at cost less accumulated depreciation	13,406,620	8,541,311
	<u>\$ 32,811,611</u>	<u>\$ 26,415,881</u>
	<u>LIABILITIES</u>	
Current liabilities:		
Accounts payable	\$ 1,635,420	\$ 2,974,708
Provincial Treasurer's advance	31,686,519	24,075,786
Deficit, Statement B	(510,328)	(634,613)
	<u>\$ 32,811,611</u>	<u>\$ 26,415,881</u>

The accompanying notes are part of these financial statements.

Statement B

TRANSPORTATION STOCK ADVANCE
STATEMENT OF OPERATIONS AND DEFICIT

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Profit (loss) arising from operation of equipment:		
Rentals	\$ 10,292,920	\$ 7,717,851
Gain on disposal of equipment, net	178,537	258,878
	<u>10,471,457</u>	<u>7,976,729</u>
Less: Maintenance	7,958,432	6,753,604
Depreciation	2,808,026	1,783,002
	<u>10,766,458</u>	<u>8,536,606</u>
	(295,001)	(559,877)
Profit (loss) on material sales and shop operations, net	442,010	(36,419)
Net profit (loss) for the year	147,009	(596,296)
Surplus (deficit) at beginning of year	(634,613)	394,825
Remitted to Provincial Treasurer	—	(394,825)
Adjustments applicable to previous years	(22,724)	(38,317)
Deficit at end of year	<u>\$ (510,328)</u>	<u>\$ (634,613)</u>

TRANSPORTATION STOCK ADVANCE
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Transportation Stock Advance operates under the authority of The Department of Transportation Act, Chapter 17, Statutes of Alberta 1975.

Note 2 Unrecorded Liabilities

These statements do not reflect a liability with respect to land purchases where final prices have not been determined.

Note 3 Anti-Inflation Program

Pursuant to an agreement dated February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Stock Advance is subject to controls on compensation paid to its employees as specified in The Anti-Inflation Act. The effective date of these controls is October 14, 1975.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Board of Directors of the
Alberta Investment Fund

I have examined the balance sheet of the Alberta Investment Fund as at December 31, 1975 and the statement of revenue and expenditure for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Fund as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
January 26, 1976

C.A.
Provincial Auditor.

STATEMENT A

ALBERTA INVESTMENT FUND

BALANCE SHEET

AS AT DECEMBER 31, 1975
(with comparative figures)

	1975	1974
<u>ASSETS</u>		
Accrued interest receivable	\$ 813	\$ 983
Investments, at cost (approximate market value:		
1975 \$40,430; 1974 \$48,159)	51,480	58,410
Office equipment, nominal value	1	1
	<u>\$ 52,294</u>	<u>\$ 59,394</u>
<u>LIABILITIES</u>		
Treasury branch overdraft, including accrued interest	\$ 206,820	\$ 186,477
Province of Alberta (Note 2)	65,423	65,423
Accrued dividends (Note 3)	217	348
Unclaimed dividends	31	114
Investment certificates, redeemable on demand (Note 4)	16,000	26,300
	<u>288,491</u>	<u>278,662</u>
Deficit: Balance at beginning of year	219,267	204,535
Loss for the year	16,930	14,733
Balance at end of year	<u>(236,197)</u>	<u>(219,268)</u>
	<u>\$ 52,294</u>	<u>\$ 59,394</u>

The accompanying notes are part of these financial statements.

STATEMENT B

ALBERTA INVESTMENT FUND
STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
<u>REVENUE</u>		
Earnings from investments	\$ 3,298	\$ 3,842
Gain on redemption of investments	70	60
	<u>3,368</u>	<u>3,902</u>
<u>EXPENDITURE</u>		
Overdraft interest	19,582	17,522
Guaranteed minimum dividends on investment certificates	716	1,113
	<u>20,298</u>	<u>18,635</u>
Loss for the year	<u>\$ 16,930</u>	<u>\$ 14,733</u>

ALBERTA INVESTMENT FUND
NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

- Note 1 Authority
The Alberta Investment Fund is operated under the authority of The Alberta Investment Fund Act, Chapter 42, Statutes of Alberta 1965.
- Note 2 Province of Alberta
This represents expenditures which were paid from the General Revenue Fund of the Province and which are recoverable from the operations of the Alberta Investment Fund.
- Note 3 Accrued Dividends
Dividends are paid each year to holders of investment certificates on record of the Fund on January 17 and July 15.
Under Section 4 (5) of The Alberta Investment Fund Act, the Province of Alberta guarantees the payment of a minimum dividend at an annual rate of three and one-half percent.
- Note 4 Investment Certificates
The Province of Alberta guarantees the repayment of the face value of investment certificates to the registered owners on any dividend date following the expiration of ten years after the end of the calendar year in which the certificates were issued.



OFFICE OF THE PROVINCIAL AUDITOR

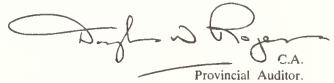
AUDITOR'S REPORT

To the Shareholders of the
Alberta Municipal Financing Corporation

I have examined the balance sheet and the statement of net debenture debt of the Alberta Municipal Financing Corporation as at December 31, 1975 and the statements of revenue, expenditure and surplus and source and application of funds for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In accordance with Section 33(4) of The Alberta Municipal Financing Corporation Act, I report that I have obtained all the information and explanations I have required and in my opinion, these financial statements present fairly the financial position of the Corporation as at December 31, 1975, and the results of its operations and the source and application of its funds for the year then ended, according to the best of my information and the explanations given to me and as shown by the books of the Corporation.

Edmonton, Alberta
March 29, 1976



C.A.
Provincial Auditor.

ALBERTA MUNICIPAL FINANCING CORPORATION

BALANCE SHEET

AS AT DECEMBER 31, 1975
(with comparative figures)

ASSETS

	1975	1974
Current:		
Deposits in trust with the Province of Alberta	\$ 110,303	\$ 166,703
Investments, at amortized cost (approximate market value:		
1975 \$1,032,863; 1974 \$1,030,337) (Note 2)	1,032,863	1,051,398
Accrued interest receivable	36,891,018	30,365,643
Loans to municipal authorities due within one year	61,502,514	53,904,212
	<u>99,536,698</u>	<u>85,487,956</u>
Long term:		
Loans to municipal authorities	1,175,574,109	955,801,329
Sinking fund: (Note 3)		
Deposits in trust with the Province of Alberta	8,843,185	47,923
Accrued interest receivable	1,927,851	1,651,650
Investments, at amortized cost (approximate market value:		
1975 \$36,363,475; 1974 \$33,544,159)	40,718,347	35,866,776
	<u>51,489,383</u>	<u>37,566,349</u>
Fixed:		
Office equipment, at nominal value	1	1
Deferred charges:		
Unamortized debenture discount	3,206,424	3,838,783
	<u>\$ 1,329,806,615</u>	<u>\$ 1,082,694,418</u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Current:		
Bank overdraft	\$ 52,374	\$ 4,557,365
Accounts payable	130,103	435,597
Accrued interest payable	16,233,860	12,084,249
Debenture debt due within one year (Note 5)	107,132,000	29,661,722
	<u>123,548,337</u>	<u>46,738,933</u>
Deferred credits:		
Unamortized exchange, net, on United States funds	645,676	731,102
Long term:		
Net debenture debt, Statement D (Notes 4 and 5)	1,156,667,660	996,575,358
Equity:		
Share capital: (Note 6)		
Authorized: 5,000 common shares, par value \$10 per share		
Issued and fully paid: 1975—4,671 shares; 1974—4,651 shares	46,710	46,510
Surplus, Statement B	48,898,232	38,602,515
	<u>48,944,942</u>	<u>38,649,025</u>
	<u>\$ 1,329,806,615</u>	<u>\$ 1,082,694,418</u>

The accompanying notes are part of these financial statements.

ALBERTA MUNICIPAL FINANCING CORPORATION
STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

Statement B

	<u>REVENUE</u>	<u>1975</u>	<u>1974</u>
Interest on loans	\$	80,606,221	\$ 66,405,754
Interest on investments		2,812,598	3,563,579
Amortization of exchange, net, on United States funds		9,867	49,707
Bank interest, net		28,100	38,840
		<u>83,456,786</u>	<u>70,057,880</u>
	<u>EXPENDITURE</u>		
Interest on debentures		85,317,913	71,135,903
Amortization of debenture discount		632,359	425,473
Exchange, net, on United States funds		106,148	(113,133)
Administration expense		50,000	50,000
Debt service charges		18,368	18,338
Directors' and officers' fees and expenses		5,180	3,657
Printing and office supplies		2,537	1,039
		<u>86,132,505</u>	<u>71,521,277</u>
Operating surplus (deficit) for the year		(2,675,719)	(1,463,397)
Operating surplus (deficit) at beginning of year		(2,577,423)	(1,114,026)
Operating surplus (deficit) at end of year		(5,253,142)	(2,577,423)
Sinking fund at beginning of year		41,179,938	30,757,638
Earnings for the year		12,971,436	10,422,300
Sinking fund surplus at end of year		54,151,374	41,179,938
Surplus at end of year	\$	<u>48,898,232</u>	<u>\$ 38,602,515</u>

ALBERTA MUNICIPAL FINANCING CORPORATION
STATEMENT OF SOURCE AND APPLICATION OF FUNDS

Statement C

FOR THE YEAR ENDED DECEMBER 31, 1975

Source of funds:		
Long term debt issues—Canada Pension Plan Fund		\$139,007,000
—Province of Alberta		136,000,000
Repayments received from municipal authorities on outstanding loans, principal only		54,283,960
Share transactions, net		200
Net proceeds from investment transactions		13,137,402
		<u>342,428,562</u>
Application of funds:		
New loans to municipal authorities		281,655,042
Redemption of long term debt		31,175,935
Sinking fund provision		19,471,640
Operations:		
Operating deficit for the year, Statement B	\$	2,675,719
Add: Amortization transactions not affecting funds, net		338,912
		<u>3,014,631</u>
		<u>335,317,248</u>
Increase in working capital		<u>\$ 7,111,314</u>

ALBERTA MUNICIPAL FINANCING CORPORATION STATEMENT OF NET DEBTENTURE DEBT

AS AT DECEMBER 31, 1975

Date of Issue	Currency	Maturity Date	Interest Rate	Original Issue	Amount Outstanding (A)	Deduct			Net Debt
						Sinking Fund Assets (B)	Investment of Funds (C)	Operating Funds (C)	
Jul. 2, 1957	Canadian	Demand	4 1/2 %	\$ 30,000,000	\$ 9,000,000	—	—	—	9,000,000
Dec. 1, 1960	Canadian	Dec. 1, 1980	5 1/4	12,000,000	12,000,000	7,764,465	26,889	—	4,208,646
Apr. 1, 1961	Canadian	Apr. 1, 1983	5 1/2	21,000,000	21,000,000	11,785,101	786	—	9,214,113
Apr. 1, 1961	Canadian	Dec. 1, 1983	5 1/4	20,000,000	20,000,000	10,950,453	9,230	—	9,040,317
Apr. 16, 1962	Canadian	Apr. 16, 1984	5 1/4	15,000,000	15,000,000	7,439,178	2,249	—	7,558,573
May 15, 1959	United States	May 15, 1984	4 3/4	50,000,000	25,416,000	—	—	—	25,416,000
Jun. 1, 1964	Canadian	Jun. 1, 1984	5 1/2	25,000,000	25,000,000	—	—	—	15,161,574
Dec. 15, 1959	United States	Dec. 15, 1984	5	20,000,000	10,302,000	9,701,328	137,098	—	7,970,037
May 15, 1963	Canadian	May 15, 1985	5 1/4	20,000,000	20,000,000	8,680,908	27,985	—	11,291,107
Jun. 15, 1960	United States	Jun. 15, 1985	4 7/8	30,000,000	16,687,000	—	1,093,522	—	15,593,478
Dec. 1, 1965	Canadian	Dec. 1, 1985	5 1/2	25,000,000	25,000,000	7,798,298	—	—	17,201,702
Nov. 1, 1963	Canadian	Nov. 1, 1986	5 1/2	25,000,000	25,000,000	10,384,561	3,552	—	14,611,887
Dec. 1, 1966	Canadian	Dec. 1, 1986	5.44	40,764,000	40,764,000	10,891,525	—	—	29,872,475
Jun. 15, 1965	Canadian	Jun. 15, 1987	5 1/4	25,000,000	25,000,000	7,805,467	1,375	—	17,193,158
Nov. 1, 1967	Canadian	Nov. 1, 1987	5.57	55,194,000	55,194,000	11,799,678	—	—	43,394,322
Nov. 15, 1962	United States	Nov. 15, 1987	5	25,000,000	16,059,000	—	—	—	16,059,000
Dec. 2, 1968	Canadian	Nov. 4, 1988	6.56	65,019,000	65,019,000	11,731,536	—	—	53,287,464
Nov. 1, 1969	Canadian	Nov. 1, 1989	8	76,618,000	56,000	14,422	1,820	—	39,3758
Dec. 1, 1969	Canadian	Nov. 3, 1989	7.32	76,618,000	76,618,000	11,416,448	—	—	65,201,552
Nov. 15, 1966	Canadian	Nov. 15, 1989	6 1/4	25,000,000	25,000,000	6,321,024	8,001	—	18,670,975
Dec. 15, 1964	United States	Dec. 15, 1989	4 5/8	25,000,000	17,707,000	—	—	—	17,707,000
Jun. 1, 1970	Canadian	Jun. 1, 1990	8 5/8	28,000,000	2,169,000	377,687	37,646	—	1,753,667
Dec. 1, 1970	Canadian	Nov. 2, 1990	8.06	78,282,000	78,282,000	9,356,832	—	—	68,925,168
Jun. 15, 1966	Canadian	Jun. 15, 1991	5 9/4	25,000,000	25,000,000	6,356,985	6,609	—	18,636,406
Dec. 1, 1971	Canadian	Nov. 1, 1991	7.18	92,130,000	92,130,000	8,476,493	—	—	83,653,507
May 15, 1967	Canadian	May 15, 1992	6	54,599,000	35,000,000	7,589,867	15,511	—	27,394,622
Dec. 15, 1972	Canadian	Jun. 1, 1992	7.13	54,599,000	54,599,000	3,623,964	—	—	50,975,036
Mar. 15, 1968	Canadian	Mar. 15, 1993	7 1/4	25,000,000	25,000,000	4,576,582	8,533	—	20,414,885
Jun. 3, 1968	Canadian	Mar. 15, 1993	7 1/4	27,000,000	27,000,000	4,944,440	—	—	22,055,560
Dec. 15, 1973	Canadian	Sep. 4, 1993	7.44	85,433,000	85,433,000	3,636,318	—	—	81,796,682
Nov. 15, 1974	Canadian	Oct. 1, 1994	8.34	98,318,000	98,318,000	2,012,394	—	—	96,305,606
Nov. 14, 1975	Canadian	Oct. 1, 1995	8.79	137,694,000	137,694,000	—	—	—	137,694,000
Nov. 3, 1975	Canadian	Nov. 3, 1995	9.48	3,988,000	3,988,000	—	—	—	3,988,000
Nov. 3, 1975	Canadian	Nov. 3, 1995	9.48	5,264,000	5,264,000	—	—	—	5,264,000
Dec. 1, 1975	Canadian	Dec. 1, 1995	8.95	7,240,000	7,240,000	—	—	—	7,240,000
Nov. 15, 1974	Canadian	Nov. 15, 1999	9 3/8	40,000,000	39,553,000	—	—	—	39,553,000
Dec. 16, 1974	Canadian	Dec. 16, 1999	9 3/8	3,000,000	2,967,000	—	—	—	2,967,000
Sep. 2, 1975	Canadian	Sep. 2, 2000	10 3/8	6,000,000	6,000,000	—	—	—	6,000,000
Oct. 1, 1975	Canadian	Oct. 1, 2000	10 1/2	30,000,000	30,000,000	—	—	—	30,000,000

ALBERTA MUNICIPAL FINANCING CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Alberta Municipal Financing Corporation operates under the authority of The Alberta Municipal Financing Corporation Act, Chapter 14, Revised Statutes of Alberta 1970.

Note 2 Current Asset Investments

Investments included with current assets are summarized as follows:

Particulars	1975		1974	
	Par Value	Amortized Cost	Par Value	Amortized Cost
Debentures:				
Corporations	\$ 1,000,000	\$ 1,000,000	\$ 700,000	\$ 646,790
School districts	37,000	32,863	49,000	43,531
Provincial, direct and guaranteed	—	—	429,000	352,171
Municipal	—	—	10,000	8,906
	<u>\$1,037,000</u>	<u>\$ 1,032,863</u>	<u>\$ 1,188,000</u>	<u>\$ 1,051,398</u>

Alberta Municipal Financing Corporation debentures held by the Corporation as investments of operating funds aggregated \$3,712,769 in 1975 and \$16,850,171 in 1974. These items are reflected in the Statement of Net Debenture Debt as a deduction from the long term debt.

Note 3 Sinking Fund Assets

Total sinking fund assets consist of the following:

Investments:

	1975		1974
	Par Value	Amortized Cost	Amortized Cost
Debentures:			
Provincial, direct and guaranteed	\$ 38,458,500	\$ 35,253,501	\$ 32,437,187
Corporations	3,125,000	2,777,761	1,794,521
Government of Canada, direct	2,260,000	1,939,182	913,522
Municipal	831,500	740,739	711,986
School districts	8,000	7,164	9,560
	<u>\$ 44,683,000</u>	<u>40,718,347</u>	<u>35,866,776</u>
Deposits in trust with the Province of Alberta		8,843,185	47,923
Accrued interest		1,927,851	1,651,650
Total reflected as assets on the balance sheet		<u>51,489,383</u>	<u>37,566,349</u>
Investments in debentures of the Corporation reflected as a deduction in the Statement of Net Debenture Debt		<u>133,946,571</u>	<u>117,908,749</u>
		<u>\$185,435,954</u>	<u>\$155,475,098</u>

Note 4 Debenture Debt

The debenture debt of the Corporation is fully guaranteed by the Government of the Province of Alberta. Issues repayable in United States currency are recorded on the basis that a United States dollar equals a Canadian dollar.

Continued on Page 321

Note 5 Provisions

The payments required to meet sinking fund and debenture redemption provisions during each of the next five years are as follows:

	<u>Sinking Fund</u>	<u>Debenture Redemption</u>	<u>Total</u>
1976	\$ 22,225,520	\$107,132,000*	\$129,357,520
1977	22,225,520	8,771,000	30,996,520
1978	22,225,520	9,234,000	31,459,520
1979	22,225,520	10,675,000	32,900,520
1980	22,225,520	10,149,000	32,374,520
	<u>\$111,127,600</u>	<u>\$145,961,000</u>	<u>\$257,088,600</u>

*\$100,000,000 was obtained from the Government of the Province of Alberta during 1975 in exchange for one year debentures. Refinancing of this debt will be required in 1976.

Note 6 Share Capital

Particulars of share capital are summarized hereunder:

<u>Class</u>	<u>Restricted to</u>	<u>Authorized</u>	<u>Issued and fully paid</u>	<u>Total</u>
A	Provincial Treasurer ..	3,000	3,000	\$30,000
B	Municipalities, School and Hospital	1,000	941	9,410
C	Cities	500	419	4,190
D	Towns and Villages ..	500	311	3,110
		<u>5,000</u>	<u>4,671</u>	<u>\$46,710</u>

20 class B shares and 2 class D shares were issued during the year.

2 class B shares were redeemed during the year.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Consolidated Cash Investment Trust Fund as at March 31, 1976 and the statement of income for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Trust Fund as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 29, 1976

C.A.
Provincial Auditor.

CONSOLIDATED CASH INVESTMENT TRUST FUND

Statement A

BALANCE SHEET

AS AT MARCH 31, 1976
(with comparative figures)

ASSETS

	1976	1975
Accrued interest	\$ 5,577,114	\$ 4,400,420
Investments, at cost (Note 2)	210,261,227	152,216,197
	<u>\$215,838,341</u>	<u>\$156,616,617</u>

LIABILITIES

Due to depositors, Schedule 1	<u>\$215,838,341</u>	<u>\$156,616,617</u>
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The accompanying notes are part of these financial statements.

Statement B

CONSOLIDATED CASH INVESTMENT TRUST FUND
STATEMENT OF INCOME

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Earnings on investments	\$ 17,283,457	\$ 15,761,479
Distributed to depositors	17,283,457	15,761,479
	\$ —	\$ —

CONSOLIDATED CASH INVESTMENT TRUST FUND
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority
The Consolidated Cash Investment Trust Fund operates under the authority of The Financial Administration Act, 1973, Chapter 25, Statutes of Alberta 1973.

Note 2 Investments

Investments, at cost consist of:

	1976	1975
Canadian chartered bank swapped deposits	\$117,791,301	\$101,637,398
Commercial paper	58,683,302	40,548,709
Bank deposit notes	33,786,624	10,030,090
	\$210,261,227	\$152,216,197

CONSOLIDATED CASH INVESTMENT TRUST FUND

SCHEDULE OF DEPOSITORS' ACCOUNTS

MARCH 31, 1976

	Cash	Accrued Interest	Total
Alberta Environmental Research Trust	\$ 150,163	\$ 4,887	\$ 155,050
Alberta Investment Fund	284	9	293
Alberta Municipal Financing Corporation			
Bond Redemption Account	56,574	2,117	58,691
Coupon Account	434,873	18,045	452,918
Sinking Fund	2,460,308	125,003	2,585,311
Alberta Planning Fund	293,550	13,002	306,552
Alberta Resources Railway Corporation			
Bond Redemption Account	88,238	6,601	94,839
Coupon Account	26,801	2,257	29,058
General Account	623,069	9,033	632,102
Sinking Fund	178,881	31,177	210,058
Alberta Universities Commission			
Bond Redemption Account	65,000	14,602	79,602
Coupon Account	39,548	1,519	41,067
Sinking Fund	83,267	13,030	96,297
Central Registry Assurance Fund	175,444	3,839	179,283
City of Calgary Pension Fund Trust	3,511,397	89,033	3,600,430
Consumer Fluid Milk Subsidy Trust Account	3,342	208	3,550
Crop Reinsurance Fund	11,466	768	12,234
Employees' Voluntary Charity Trust Fund	50,359	1,061	51,420
Fines and Costs Distribution Trust	1,584,243	60,592	1,644,835
Forest Development Research Trust Fund	36,175	1,393	37,568
Gas Alberta Operating Fund	198,512	4,993	203,505
Homestead Lease Loan Fund	436,225	10,164	446,389
Horned Cattle Trust	1,762,821	41,905	1,804,726
Improvement Districts' Trust	2,283,531	64,397	2,347,928
Land Purchase Fund	458,302	3,609	461,911
Metis Population Betterment Trust	1,363,520	33,677	1,397,197
Motor Vehicle Accident Claims Fund	(88,161)	1,906	(86,255)
Municipal Loans Revolving Fund	418,034	19,597	437,631
Province of Alberta			
Bond Redemption Account	27,700	65,237	92,937
Debt Reorganization Trust	4,155	113	4,268
General Revenue Fund	129,833,682	3,066,784	132,900,466
General Sinking Fund	2,303,974	70,693	2,374,667
General Trust	21,466,548	747,832	22,214,380
New Coupon Account	239,134	4,367	243,501
Old Coupon Account	14,813	402	15,215
Outstanding Coupon Account	220	6	226
Unclaimed Bond Account	600	16	616
School Foundation Program Fund	1,594,085	178,673	1,772,758
A. L. Sifton Estate Trust	22,712	555	23,267
Special Areas Trust Account	2,889,028	54,844	2,943,872
Student Loan Fund	177,935	9,354	187,289
Ultimate Heir Trust Fund "A"	249,794	6,036	255,830
Ultimate Heir Trust Fund "B"	256,336	5,167	261,503
University of Calgary—Sinking Fund	66,914	1,445	68,359
Mildred Rowe Weston Estate Trust	11,497	292	11,789
Wheat Board Money Trust	54,262	1,223	55,485
Wildlife Damage Fund	117,607	5,159	122,766
Wildlife Depredation Trust	67,216	1,733	68,949
The Workers' Compensation Board	34,157,249	778,759	34,936,008
	<u>\$210,261,227</u>	<u>\$ 5,577,114</u>	<u>\$215,838,341</u>

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Land Purchase Fund as at March 31, 1976 and the statement of revenue, expenditure and surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Fund as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding period.

Edmonton, Alberta
May 7, 1976

C.A.
Provincial Auditor.

Statement A

LAND PURCHASE FUND

BALANCE SHEET

AS AT MARCH 31, 1976

ASSETS

Deposits in trust with the Province of Alberta	\$ 458,302
Land, at cost	4,312,994
	<u>\$ 4,771,296</u>

LIABILITIES

Provincial Treasurer's advance	\$ 4,730,000
Deferred income	90
	<u>4,730,090</u>
Surplus, Statement B	41,206
	<u>\$ 4,771,296</u>

The accompanying note is part of these financial statements.

Statement B

LAND PURCHASE FUND

STATEMENT OF REVENUE, EXPENDITURE AND SURPLUS

FOR THE YEAR ENDED MARCH 31, 1976

Revenue:	
Rentals	\$ 2,295
Interest on transferred land	39,105
	<u>41,400</u>
Deficit at beginning of year	194
Surplus at end of year	<u>\$ 41,206</u>

LAND PURCHASE FUND

NOTE TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Land Purchase Fund operates under the authority of The Government Land Purchases Act, Chapter 32, Statutes of Alberta 1974.



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the statement of loans of The Municipal Land Loans Act as at March 31, 1976. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion this statement presents fairly the position of the loans as at March 31, 1976.

Edmonton, Alberta
May 6, 1976

C.A.
Provincial Auditor.

THE MUNICIPAL LAND LOANS ACT
STATEMENT OF LOANS
TO MARCH 31, 1976

<u>Borrower</u>	<u>Purpose of Loan</u>	<u>Term</u>	<u>Interest Rate</u>	<u>Authorized and Loaned</u>	<u>Repayments</u>	<u>Principal Outstanding March 31, 1976</u>
Cities:						
Calgary	Controlled streets	20 years	6 %	\$ 570,500	\$ 153,498	\$ 417,002
"	" "	20 "	7	367,625	92,004	275,621
"	" "	20 "	7	99,200	24,826	74,374
"	" "	20 "	7½	411,850	83,572	328,278
"	" "	20 "	7½	19,000	3,855	15,145
"	" "	20 "	7½	170,000	34,496	135,504
"	" "	20 "	7½	34,000	6,899	27,101
"	" "	20 "	7½	352,650	71,559	281,091
"	" "	20 "	7½	105,600	17,665	87,935
"	" "	20 "	7½	18,000	3,011	14,989
"	" "	20 "	7½	60,000	10,037	49,963
"	" "	20 "	8	13,400	2,148	11,252
"	" "	20 "	8	45,000	7,214	37,786
"	" "	20 "	8	9,500	1,523	7,977
"	" "	20 "	8	376,300	60,323	315,977
"	" "	20 "	8	447,500	71,737	375,763
"	" "	20 "	8½	478,000	73,404	404,596
"	" "	20 "	8½	118,875	18,255	100,620
"	" "	20 "	8½	1,087,600	167,018	920,582
"	" "	20 "	8½	138,896	21,330	117,566
"	" "	20 "	8½	211,400	25,893	185,507
"	" "	20 "	8½	19,000	2,327	16,673
"	" "	20 "	8½	1,362,015	166,824	1,195,191
"	" "	20 "	8½	24,900	3,050	21,850
"	" "	20 "	8½	352,285	43,149	309,136
"	" "	20 "	8½	190,250	23,302	166,948
"	" "	20 "	7¾	1,046,163	137,190	908,973
"	" "	20 "	7¾	264,515	34,687	229,828
"	" "	20 "	7¾	278,560	28,094	250,466
"	" "	20 "	7¾	904,800	91,254	813,546
"	" "	20 "	7¾	512,000	51,638	460,362
"	" "	20 "	7¾	1,581,850	159,538	1,422,312
"	" "	20 "	7¾	662,700	66,837	595,863
"	" "	20 "	7¾	1,021,400	74,309	947,091
"	" "	20 "	7¾	848,300	61,716	786,584
"	" "	20 "	7¾	441,300	32,106	409,194
"	" "	20 "	7¾	660,700	30,835	629,865
"	" "	20 "	8¼	1,105,000	48,910	1,056,090
"	" "	20 "	8¼	919,500	40,699	878,801
"	" "	20 "	8¼	714,700	31,634	683,066
"	" "	20 "	8¼	521,450	23,081	498,369
"	" "	20 "	8¼	458,000	20,272	437,728
"	" "	20 "	8¾	861,300	17,314	843,986
"	" "	20 "	8¾	1,785,700	35,896	1,749,804
"	" "	20 "	8¾	1,160,000	23,318	1,136,682
"	" "	20 "	9¾	2,404,800	45,064	2,359,736
"	" "	20 "	9¾	1,079,200	20,223	1,058,977
"	" "	20 "	10¾	2,999,860	—	2,999,860
"	" "	20 "	10½	2,084,200	—	2,084,200
Edmonton	" "	20 "	7	1,788,618	447,631	1,340,987
"	" "	20 "	7	369,570	92,491	277,079
"	" "	20 "	7½	934,380	189,603	744,777
"	" "	20 "	7½	1,639,000	332,583	1,306,417
"	" "	20 "	8	2,177,432	349,056	1,828,376
"	" "	20 "	8½	806,687	123,879	682,808
"	" "	20 "	8½	993,000	121,626	871,374
"	" "	20 "	8½	2,138,746	261,960	1,876,786
"	" "	20 "	7¾	2,363,691	238,391	2,125,300
Lloydminster	" "	20 "	8	79,500	12,744	66,756
				<u>\$ 44,689,968</u>	<u>\$ 4,433,498</u>	<u>\$ 40,256,470</u>

THE MUNICIPAL LAND LOANS ACT
NOTE TO THE FINANCIAL STATEMENT

MARCH 31, 1976

Note 1 Authority

Loans to Municipalities are made under the authority of The Municipal Land Loans Act, Chapter 247, Revised Statutes of Alberta 1970.

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Members of the
Local Authorities Pension Board

I have examined the statement of receipts and payments under The Local Authorities Pension Act for the year ended March 31, 1976. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion this financial statement presents fairly a summary of the receipts and payments under The Local Authorities Pension Act for the year ended March 31, 1976 on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 13, 1976


C.A.
Provincial Auditor.

THE LOCAL AUTHORITIES PENSION ACT
STATEMENT OF RECEIPTS AND PAYMENTS

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
RECEIPTS		
Contributions:		
In respect of employees transferred from other pension authorities (Note 4)	\$ 8,635,564	\$ 9,492,321
Employers'	20,472,082	13,705,967
Employees'	18,505,810	12,340,367
	<u>47,613,456</u>	<u>35,538,655</u>
PAYMENTS		
Benefits under the Act:		
Pensions and annuities	10,850,852	7,384,288
Payments to beneficiaries	112,681	167,438
Payments in lieu of pensions	9,992	6,966
	<u>10,973,525</u>	<u>7,558,692</u>
Withdrawals:		
Contributions and interest in respect of employees leaving service	2,571,511	2,583,545
Contributions and interest in respect of employees transferred to other pension authorities	128,371	102,852
Refunds of excess contributions	455,656	209,055
	<u>3,155,538</u>	<u>2,895,452</u>
	<u>14,129,063</u>	<u>10,454,144</u>
Excess of receipts over payments for the year	\$ 33,484,393	\$ 25,084,511

The accompanying notes are part of this financial statement.

THE LOCAL AUTHORITIES PENSION ACT

NOTES TO THE FINANCIAL STATEMENT

MARCH 31, 1976

Note 1 Authority

Contributions and payments are made under the authority of The Local Authorities Pension Act, Chapter 219, Revised Statutes of Alberta 1970.

Note 2 Receipts and Payments

All receipts under The Local Authorities Pension Act have been credited as revenue to the General Revenue Fund of the Province and all payments have been made therefrom.

Note 3 Transfers

The following contributions and interest were transferred by book entry and are not reflected in the financial statement.

Transfers to:

The Public Service Pension Act	\$ 267,447
The Public Service Management Pension Act	122,663
	<u>\$ 390,110</u>

Transfers from:

The Public Service Pension Act	\$ 269,835
The Public Service Management Pension Act	34,071
	<u>\$ 303,906</u>

Note 4 Contributions in Respect of Employees Transferred From Other Pension Authorities

The amount of \$8,635,564 represents cash transferred during the year under agreements with other pension authorities as follows:

City of Calgary Fire Pension Fund	\$ 8,257,764
City of Calgary Board of Police Commissioners	261,622
Town of St. Albert	54,104
Wetaskiwin School Division No. 264	42,305
County of Red Deer	19,769
	<u>\$ 8,635,564</u>



OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Members of the Public Service
Management Pension Board

I have examined the statement of receipts and payments under The M.L.A. Pension Act for the year ended March 31, 1976. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion this financial statement presents fairly a summary of the receipts and payments under The M.L.A. Pension Act for the year ended March 31, 1976 on a basis consistent with that of the preceding year.

Edmonton, Alberta
June 29, 1976

A handwritten signature in dark ink, appearing to read "Stephen W. Rogers".

C.A.
Provincial Auditor.

THE M.L.A. PENSION ACT
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
	<u>RECEIPTS</u>	
Contributions:		
Members of the Legislative Assembly	\$ 142,850	\$ 109,667
	<u>PAYMENTS</u>	
Benefits under the Act:		
Pensions	424,788	287,317
Withdrawals:		
Refunds of excess contributions	1,199	4,064
	<u>425,987</u>	<u>291,381</u>
Excess of payments over receipts for the year	\$ 283,137	\$ 181,714

The accompanying notes are part of this financial statement.

THE M.L.A. PENSION ACT
NOTES TO THE FINANCIAL STATEMENT
MARCH 31, 1976

Note 1 Authority

Contributions and payments are made under the authority of The M.L.A. Pension Act, Chapter 240, Revised Statutes of Alberta 1970.

Note 2 Receipts and Payments

All receipts under The M.L.A. Pension Act have been credited as revenue to the General Revenue Fund of the Province and all payments have been made therefrom.

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Members of the Public Service Management
Pension Board

I have examined the statement of receipts and payments under The Public Service Management Pension Act for the year ended March 31, 1976. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion this financial statement presents fairly a summary of the receipts and payments under The Public Service Management Pension Act for the year ended March 31, 1976 on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 5, 1976


C.A.
Provincial Auditor.

THE PUBLIC SERVICE MANAGEMENT PENSION ACT
STATEMENT OF RECEIPTS AND PAYMENTS

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	<u>1976</u>	<u>1975</u>
<u>RECEIPTS</u>		
Contributions:		
Employees'	\$ 3,353,019	\$ 2,086,692
Employers'	354,164	227,948
	<u>3,707,183</u>	<u>2,314,640</u>
<u>PAYMENTS</u>		
Benefits under the Act:		
Pensions	2,078,978	1,304,109
Payments to beneficiaries	—	5,424
	<u>2,078,978</u>	<u>1,309,533</u>
Withdrawals:		
Contributions and interest in respect of employees leaving service	122,399	81,887
Contributions and interest in respect of employees transferred to other pension authorities	50,689	127,274
Refunds of excess contributions	21,612	17,724
	<u>194,700</u>	<u>226,885</u>
	<u>2,273,678</u>	<u>1,536,418</u>
Excess of receipts over payments for the year	\$ <u>1,433,505</u>	\$ <u>778,222</u>

The accompanying notes are part of this financial statement.

THE PUBLIC SERVICE MANAGEMENT PENSION ACT
NOTES TO THE FINANCIAL STATEMENT

MARCH 31, 1976

Note 1 Authority

Contributions and payments are made under the authority of The Public Service Management Pension Act, Chapter 81, Statutes of Alberta 1972.

Note 2 Receipts and Payments

All receipts under The Public Service Management Pension Act have been credited as revenue to the General Revenue Fund of the Province and all payments have been made therefrom.

Note 3 Transfers

The following contributions and interest were transferred by book entry and are not reflected in the financial statement.

Transfers to:

The Public Service Pension Act	\$ 166,051
The Local Authorities Pension Act	34,071
	<u>\$ 200,122</u>

Transfers from:

The Public Service Pension Act	\$ 2,669,222
The Local Authorities Pension Act	122,663
	<u>\$ 2,791,885</u>

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Members of the Public Service
Pension Board

I have examined the statement of receipts and payments under The Public Service Pension Act for the year ended March 31, 1976. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion this financial statement presents fairly a summary of the receipts and payments under The Public Service Pension Act for the year ended March 31, 1976 on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 14, 1976


C.A.
Provincial Auditor.

THE PUBLIC SERVICE PENSION ACT
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	<u>1976</u>	<u>1975</u>
<u>RECEIPTS</u>		
Contributions:		
Employees'	\$ 17,792,823	\$ 11,826,621
Employers'	5,337,978	3,764,941
	<u>23,130,801</u>	<u>15,591,562</u>
<u>PAYMENTS</u>		
Benefits under the Act:		
Pensions and annuities	12,819,876	10,218,817
Payments to beneficiaries	219,888	124,172
Payments in lieu of pensions and annuities	16,298	46,988
	<u>13,056,062</u>	<u>10,389,977</u>
Withdrawals:		
Contributions and interest in respect of employees leaving service	2,846,325	3,095,904
Contributions and interest in respect of employees transferred to other pension authorities	485,807	686,435
Refunds of excess contributions	89,766	87,876
	<u>3,421,898</u>	<u>3,870,215</u>
	<u>16,477,960</u>	<u>14,260,192</u>
Excess of receipts over payments for the year	\$ <u>6,652,841</u>	\$ <u>1,331,370</u>

The accompanying notes are part of this financial statement.

THE PUBLIC SERVICE PENSION ACT
NOTES TO THE FINANCIAL STATEMENT

MARCH 31, 1976

Note 1 Authority

Contributions and payments are made under the authority of The Public Service Pension Act, Chapter 299, Revised Statutes of Alberta 1970.

Note 2 Receipts and Payments

All receipts under The Public Service Pension Act have been credited as revenue to the General Revenue Fund of the Province and all payments have been made therefrom.

Note 3 Transfers

The following contributions and interest were transferred by book entry and are not reflected in the financial statement.

Transfers to:

The Public Service Management Pension Act	\$ 2,669,222
The Local Authorities Pension Act	269,835
	<u>\$ 2,939,057</u>

Transfers from:

The Public Service Management Pension Act	\$ 166,051
The Local Authorities Pension Act	267,447
	<u>\$ 433,498</u>

Note 4 Comparative Figures

The 1975 comparative figures have been restated where necessary to conform to 1976 presentation.

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

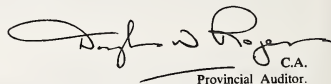
AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the statement of remissions for the year ended March 31, 1976. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion this statement presents fairly the remissions for the year ended March 31, 1976.

Edmonton, Alberta
June 15, 1976


C.A.
Provincial Auditor.

STATEMENT OF REMISSIONS
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	<u>1976</u>	<u>1975</u>
Under Chapter 142, Section 26, Revised Statutes of Alberta 1970, The Financial Administration Act:		
Land titles, clerks of court and sheriffs' fees charged to Government departments	\$ 80,729	\$ 80,280
Commissioners for oaths	19,295	19,260
Automobile licenses	1,286	1,345
Penalties, fines and forfeitures	1,110	239
Fuel oil tax	—	28,331
School Foundation Program Fund	—	11,358
Land titles fees, registration districts	—	1,945
The Municipal Taxation Act	—	1,550
Under Chapter 142, Section 27, Revised Statutes of Alberta 1970, The Financial Administration Act:		
Department of Social Services and Community Health	3,536,014	106,642
Department of the Solicitor General	569,001	374,706
Treasury Department, treasury branches	223,931	310,880
Department of the Attorney General	75,961	90,432
Department of Energy and Natural Resources	43,245	10,819
Alberta Alcoholism and Drug Abuse Commission	36,997	—
Department of Transportation	20,263	1,460
Department of Recreation, Parks and Wildlife	6,486	44,186
Department of Government Services	3,488	—
Department of Education	862	32,086
Treasury Department	452	1,177,584
Department of Housing and Public Works	234	4,843
Department of Advanced Education and Manpower	—	118,688
Department of Labour	—	131
Department of Municipal Affairs	—	153
Department of Business Development and Tourism	—	55
Under Chapter 6, Section 9, Revised Statutes of Alberta 1955, Seed grain and relief Acts, principal and interest	6,706	7,209
Under Chapter 243, Section 26, Revised Statutes of Alberta 1970, The Motor Vehicle Accident Claims Act	14,431	8,850
	<u>\$ 4,640,491</u>	<u>\$ 2,433,032</u>

Note: For comparative purposes the 1975 figures have been restated where necessary to conform to 1976 presentation.



OFFICE OF THE PROVINCIAL AUDITOR

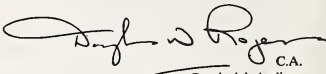
AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Retirement Annuities Fund as at March 31, 1976 and the statement of operations for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Fund as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
July 15, 1976



C.A.
Provincial Auditor.

RETIREMENT ANNUITIES FUND

Statement A

BALANCE SHEET

AS AT MARCH 31, 1976
(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Cash	\$ 637	\$ 20,289
Accrued interest	709	709
Investments at amortized cost: (Approximate market value: 1976 \$108,429; 1975 \$111,102) (Note 2)	127,493	127,489
	<u>\$ 128,839</u>	<u>\$ 148,487</u>
<u>LIABILITIES</u>		
Retirement annuities:		
Purchasers' deposits on contracts	\$ 27,274	\$ 26,352
Annuity reserve	69,955	91,982
	<u>97,229</u>	<u>118,334</u>
Surplus	31,610	30,153
	<u>\$ 128,839</u>	<u>\$ 148,487</u>

The accompanying notes are part of these financial statements.

RETIREMENT ANNUITIES FUND
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

Statement B

	Purchasers' Deposits on Contracts	Annuity Reserve	Surplus	1976 Total	1975 Total
Balance at beginning of year . . .	\$ 26,352	\$ 91,982	\$ 30,153	\$ 148,487	\$ 167,799
Add:					
Interest earnings	—	—	5,272	5,272	5,921
Interest allocated	922	2,893	(3,815)	—	—
	922	2,893	1,457	5,272	5,921
Deduct:					
Annuity payments	—	24,920	—	24,920	25,233
	—	24,920	—	24,920	25,233
Balance at end of year	\$ 27,274	\$ 69,955	\$ 31,610	\$ 128,839	\$ 148,487

RETIREMENT ANNUITIES FUND
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Retirement Annuities Fund operates under the authority of The Retirement Annuities Act, Chapter 288, Revised Statutes of Alberta 1955.

Note 2 Investments

Investments of the Fund are summarized hereunder:

Particulars	Par Value	Amortized Cost
Government of Canada	\$ 97,500	\$ 97,493
Provincial issues, direct and guaranteed	30,000	30,000
	\$ 127,500	\$ 127,493

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Provincial Treasurer

I have examined the balance sheet of the Treasury Branches Deposits Fund as at March 31, 1976 and the statements of accumulated appropriations for self-insurance, accumulated appropriations for contingencies and the statement of revenue, expenditure and retained earnings for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Fund as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
August 9, 1976

A handwritten signature in dark ink, appearing to read "Douglas W. Rogers".
C.A.
Provincial Auditor.

TREASURY BRANCHES DEPOSITS FUND

Statement A

BALANCE SHEET

AS AT MARCH 31, 1976

(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Cash	\$ 25,742,266	\$ 13,897,572
Clearings in transit, net	18,785,004	15,405,116
Short term investments, at cost	60,909,403	75,197,035
Accounts receivable	39,332	33
Accrued interest	1,553,028	2,506,844
Prepaid expenses	195,344	185,476
	<u>107,224,377</u>	<u>107,192,076</u>
Loans and advances, less allowance for losses (Note 3)	675,291,889	486,122,523
Long term investments, at amortized cost (Note 4)	60,705,378	62,403,228
	<u>735,997,267</u>	<u>548,525,751</u>
Fixed assets, at depreciated cost (Note 5)	2,819,298	1,681,187
Customers' liability under guarantees and letters of credit	2,651,196	1,308,149
	<u>\$848,692,138</u>	<u>\$658,707,163</u>
<u>LIABILITIES</u>		
Accounts payable	\$ 44,599	\$ 355,298
Deposits, including accrued interest: (Note 6)		
Other than Province of Alberta	777,349,661	612,492,837
Province of Alberta, including Crown Corporations, Boards, Commissions and other agencies	45,218,642	26,870,250
	<u>822,568,303</u>	<u>639,363,087</u>
Guarantees and letters of credit	2,651,196	1,308,149
Equity:		
Accumulated appropriations:		
Self-insurance, Statement B	97,275	126,911
Contingencies, Statement C	23,330,000	17,550,000
	<u>23,427,275</u>	<u>17,676,911</u>
Retained earnings, Statement D	765	3,718
	<u>23,428,040</u>	<u>17,680,629</u>
	<u>\$848,692,138</u>	<u>\$658,707,163</u>

The accompanying notes are part of these financial statements.

Statement B

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF ACCUMULATED APPROPRIATIONS
FOR SELF-INSURANCE

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Balance at beginning of year	\$ 126,911	\$ 163,907
Add: Current appropriation	30,000	16,500
	<u>156,911</u>	<u>180,407</u>
Less: Current charges, net	59,636	53,496
Balance at end of year	<u>\$ 97,275</u>	<u>\$ 126,911</u>

Statement C

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF ACCUMULATED APPROPRIATIONS
FOR CONTINGENCIES

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Balance at beginning of year	\$ 17,550,000	\$ 13,970,000
Add: Current appropriation	5,780,000	3,580,000
	<u>23,330,000</u>	<u>17,550,000</u>
Balance at end of year	<u>\$ 23,330,000</u>	<u>\$ 17,550,000</u>

Statement D

TREASURY BRANCHES DEPOSITS FUND
STATEMENT OF REVENUE, EXPENDITURE
AND RETAINED EARNINGS

FOR THE YEAR ENDED MARCH 31, 1976

(with comparative figures)

	<u>1976</u>	<u>1975</u>
<u>REVENUE</u>		
Interest earnings on:		
Loans and advances	\$ 60,207,630	\$ 42,855,792
Long term investments	4,039,922	4,605,770
Short term investments, net	4,884,376	8,049,317
	<u>69,131,928</u>	<u>55,510,879</u>
Commission and exchange earnings	3,159,726	2,171,167
Income from improved real property	99,837	77,207
Sundry	65,801	21,501
	<u>72,457,292</u>	<u>57,780,754</u>
<u>EXPENDITURE</u>		
Interest on savings and term deposits	43,817,489	37,400,831
Administration expenses, Schedule 1	16,500,463	11,213,742
Loss on sale of long term investments	—	174,505
	<u>60,317,952</u>	<u>48,789,078</u>
Excess of revenue over expenditure before provision for losses on loans and advances	12,139,340	8,991,676
Provision for losses on loans and advances	362,293	912,107
	<u>11,777,047</u>	<u>8,079,569</u>
Excess of revenue over expenditure for the year	5,780,000	3,580,000
Transfer to appropriation for contingencies, Statement C	5,997,047	4,499,569
	3,718	4,149
Retained earnings at beginning of year	6,000,765	4,503,718
Transfer to Province of Alberta	6,000,000	4,500,000
Retained earnings at end of year	<u>\$ 765</u>	<u>\$ 3,718</u>

TREASURY BRANCHES DEPOSITS FUND NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Treasury Branches Deposits Fund operates under the authority of The Treasury Branches Act, Chapter 370, Revised Statutes of Alberta 1970.

Note 2 Accounting Policy—Allowance for Losses

The Treasury Branches follow the policy of providing for loss on loans and advances known to be in difficulty at March 31, as well as providing for loss on other loans and advances which could possibly encounter problems.

Note 3 Loans and Advances

Loans and advances consist of the following:

	1976	1975
Province of Alberta, direct and guaranteed	\$111,042,369	\$ 81,559,950
Municipalities, school districts and hospitals	48,053,373	37,894,916
Housing and home improvements	33,237,165	15,818,956
Commercial and industrial	334,156,821	235,891,472
Personal and agricultural	155,040,086	121,038,013
	681,529,814	492,203,307
Allowance for losses	6,237,925	6,080,784
	<u>\$675,291,889</u>	<u>\$486,122,523</u>

Note 4 Long Term Investments

Long term investments are summarized as follows:

	Approximate Market Value	Par Value	Amortized Cost 1976	1975
Bonds and debentures:				
Province of Alberta, direct and guaranteed	\$ 30,681,009	\$ 31,557,000	\$ 31,408,424	\$ 31,392,671
Government of Canada	10,108,565	12,972,000	12,947,375	12,944,055
Municipalities, school districts and hospitals ..	9,304,556	12,285,133	12,284,579	13,534,793
Commercial	3,414,973	4,065,000	4,065,000	4,531,709
	<u>\$ 53,509,103</u>	<u>\$ 60,879,133</u>	<u>\$ 60,705,378</u>	<u>\$ 62,403,228</u>
1975 for comparison	<u>\$ 57,298,296</u>	<u>\$ 62,596,682</u>		

Note 5 Fixed Assets, at Depreciated Cost

Fixed assets, at depreciated cost consist of the following:

	Cost	Accumulated Depreciation	1976 Net	1975 Net
Office equipment and furnishings	\$ 1,932,096	\$ 958,682	\$ 973,414	\$ 720,807
Improved real property	1,643,927	221,581	1,422,346	944,204
Automobiles	34,708	18,218	16,490	16,176
Property held for future construction	407,048	—	407,048	—
	<u>\$ 4,017,779</u>	<u>\$ 1,198,481</u>	<u>\$ 2,819,298</u>	<u>\$ 1,681,187</u>
1975 for comparison	<u>\$ 2,695,648</u>	<u>\$ 1,014,461</u>		

Note 6 Deposits, Including Accrued Interest

Deposits, including accrued interest are summarized hereunder:

Deposits, other than the Province of Alberta:

	<u>1976</u>	<u>1975</u>
Non-interest bearing deposits	\$152,391,667	\$115,621,260
Interest bearing deposits, including accrued interest	624,957,994	496,871,577
	<u>777,349,661</u>	<u>612,492,837</u>

Deposits, Province of Alberta, including Crown

Corporations, Boards, Commissions and other agencies:

Non-interest bearing deposits	24,675,781	17,518,183
Interest bearing deposits, including accrued interest	20,542,861	9,352,067
	<u>45,218,642</u>	<u>26,870,250</u>
	<u>\$822,568,303</u>	<u>\$639,363,087</u>

Pursuant to The Treasury Branch Deposits Guarantee Act, Chapter 369, Revised Statutes of Alberta 1970, the repayment of all deposits is guaranteed by the Province of Alberta.

Note 7 Comparative Figures

The 1975 comparative figures have been restated where necessary to conform to 1976 presentation.

Note 8 Anti-Inflation Program

Pursuant to an agreement date February 18, 1976 between the Government of the Province of Alberta and the Government of Canada, the Treasury Branches is subject to controls on compensation paid to its employees as specified in the Anti-Inflation Act. The effective date of these controls is October 14, 1975.

TREASURY BRANCHES DEPOSITS FUND
SCHEDULE OF ADMINISTRATION EXPENSES

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	1976	1975
Salaries	\$ 12,148,413	\$ 8,151,819
Employee benefits	823,437	540,363
Rental of premises	746,951	644,950
Printing, stationery and office supplies	466,077	334,707
Advertising and publicity	362,427	267,171
Agents' commissions	267,854	225,750
Professional fees	104,660	55,837
Travelling	228,800	155,459
Freight and express	192,015	126,931
Postage, telephone and telegraph	182,593	153,162
Data processing services	172,446	102,955
Clearing fees	140,000	—
Depreciation of equipment and automobiles	132,082	125,871
Life insurance	127,492	75,524
Repairs and services	123,030	55,266
Depreciation of improved real property	64,058	41,142
Grants in lieu of taxes	59,252	49,595
Expenses of improved real property	56,841	46,005
Rental of machines	45,105	24,845
Transfer to appropriation for self-insurance, Statement B	30,000	16,500
Insurance	6,523	3,267
Sundry	20,407	16,623
	<u>\$ 16,500,463</u>	<u>\$ 11,213,742</u>

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

AUDITOR'S REPORT

To the Members of
The Alberta Government Telephones Commission

I have examined the balance sheet of The Alberta Government Telephones Commission as at December 31, 1975 and the statements of income, retained earnings and source and application of funds for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Commission as at December 31, 1975 and the results of its operations and the source and application of its funds for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
March 18, 1976

A handwritten signature in dark ink, appearing to read "Hugh W. Rogers".

C.A.
Provincial Auditor.

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
STATEMENT OF INCOME

FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
Operating revenues:		
Toll	\$167,670,000	\$134,266,810
Exchange	64,607,074	54,612,641
Other (Note 6)	9,427,944	7,932,795
	<u>241,705,818</u>	<u>196,812,246</u>
Less: Provision for uncollectible operating revenues	1,920,000	1,212,146
	<u>239,785,818</u>	<u>195,600,100</u>
Operating expenses:		
Maintenance	51,797,568	37,986,483
Depreciation (Note 7)	69,668,397	59,319,205
Traffic	19,237,922	15,194,961
Commercial and marketing	17,257,519	13,314,210
General and administration	28,968,234	22,479,879
Property and business taxes	5,012,674	4,235,511
Pension fund	5,614,964	3,584,469
	<u>197,557,278</u>	<u>156,114,718</u>
Operating income before interest charges	42,228,540	39,485,382
Interest charges, net (Note 8)	44,923,609	35,595,828
Net income (loss) for the year	<u>\$ (2,695,069)</u>	<u>\$ 3,889,554</u>

The accompanying notes are part of these financial statements.

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION

BALANCE SHEET

AS AT DECEMBER 31, 1975
(with comparative figures)

	<u>1975</u>	<u>1974</u>
<u>ASSETS</u>		
Telephone property:		
Buildings and equipment, at cost	\$997,508,581	\$787,695,394
Less: Accumulated depreciation	248,300,139	210,153,615
	<u>749,208,442</u>	<u>577,541,779</u>
Land, at cost	9,127,726	8,695,213
	<u>758,336,168</u>	<u>586,236,992</u>
Plant under construction, at cost	95,051,124	84,859,278
Materials and supplies, at cost	30,246,215	26,363,591
	<u>883,633,507</u>	<u>697,459,861</u>
Investments, at cost:		
Telesat Canada common shares	2,799,000	2,799,000
	<u>2,799,000</u>	<u>2,799,000</u>
Current:		
Cash	1,369,776	1,824,687
Short term deposits	3,000,000	10,000,000
Accrued interest	141,365	158,930
Accounts receivable	46,313,790	27,979,377
Prepaid expenses	3,303,026	2,728,330
	<u>54,127,957</u>	<u>42,691,324</u>
Long term receivable (Note 2)	1,687,852	1,838,153
	<u>1,687,852</u>	<u>1,838,153</u>
Sinking fund assets (Note 3)	12,677,567	10,768,590
	<u>12,677,567</u>	<u>10,768,590</u>
Deferred charges:		
Unamortized debenture discount	4,882,484	3,891,531
Other (Note 4)	745,162	1,097,339
	<u>5,627,646</u>	<u>4,988,870</u>
Trust funds:		
Cash, bonds and accrued interest	387,727	309,054
	<u>387,727</u>	<u>309,054</u>
	<u>\$960,941,256</u>	<u>\$760,854,852</u>
<u>LIABILITIES</u>		
Long term debt (Note 5)	\$885,754,337	\$685,394,755
Deduct: Sinking fund investment in Alberta Government		
Telephones Commission debentures (Note 3)	47,589,223	39,530,635
	<u>47,589,223</u>	<u>39,530,635</u>
	<u>838,165,114</u>	<u>645,864,120</u>
Current:		
Accounts payable	27,283,776	22,560,503
Wages payable	14,667,463	14,128,883
Accrued interest	17,742,141	13,069,983
Unearned revenue	5,029,362	3,586,567
	<u>64,722,742</u>	<u>53,345,936</u>
Retained earnings	57,665,673	61,335,742
	<u>57,665,673</u>	<u>61,335,742</u>
Trust funds:		
Employees' group life insurance	387,727	309,054
	<u>387,727</u>	<u>309,054</u>
	<u>\$960,941,256</u>	<u>\$760,854,852</u>

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
STATEMENT OF RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Balance at beginning of year	\$ 61,335,742	\$ 59,252,188
Net income (loss) for the year	(2,695,069)	3,889,554
	<u>58,640,673</u>	<u>63,141,742</u>
Payment to Provincial Treasurer, The Alberta Government Telephones Act, Section 21 (1)	975,000	1,806,000
Balance at end of year	<u>\$ 57,665,673</u>	<u>\$ 61,335,742</u>

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION
STATEMENT OF SOURCE AND APPLICATION OF FUNDS
FOR THE YEAR ENDED DECEMBER 31, 1975
(with comparative figures)

	1975	1974
Source of funds:		
Net income (loss) for the year	\$ (2,695,069)	\$ 3,889,554
Depreciation and amortization	72,764,281	60,969,315
Capitalized interest	(7,830,670)	(3,660,663)
	<u>62,238,542</u>	<u>61,198,206</u>
Long term debt issues	331,000,000	208,500,000
Decrease in long term receivable (Note 2)	150,301	139,814
	<u>393,388,843</u>	<u>269,838,020</u>
Application of funds:		
Additions to telephone property	245,834,910	156,115,945
Increase in materials and supplies	3,882,624	11,798,718
Increase in sinking fund	9,967,565	7,226,340
Additions to deferred charges	2,028,500	461,918
Redemption of long term debt	130,640,418	95,928,149
Payment to Provincial Treasurer	975,000	1,806,000
	<u>393,329,017</u>	<u>273,337,070</u>
Increase (decrease) in working capital	<u>\$ 59,826</u>	<u>\$ (3,499,050)</u>

THE ALBERTA GOVERNMENT TELEPHONES COMMISSION

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1975

Note 1 Authority

The Alberta Government Telephones Commission operates under the authority of The Alberta Government Telephones Act, Chapter 12, Revised Statutes of Alberta 1970.

Note 2 Long Term Receivable

This receivable resulted from the sale of assets to the City of Edmonton in 1973 and is receivable in equal instalments with interest at 7½% per year to January, 1983.

Note 3 Sinking Fund Assets

Sinking fund assets relate to the Commission's debenture debt and consist of the following:

	1975	1974
Investments:		
Debentures, at amortized cost:		
Government of Canada, direct and guaranteed	\$ 1,469,804	\$ 1,453,652
Provincial, direct and guaranteed	10,591,935	8,123,205
	<u>* 12,061,739</u>	<u>9,576,857</u>
Cash	22,132	11,411
Short term deposits	—	250,000
Accrued interest	1,095,353	930,322
	<u>13,179,224</u>	<u>10,768,590</u>
Accounts payable	501,657	—
	<u>12,677,567</u>	<u>10,768,590</u>
Total of items reflected as assets	12,677,567	10,768,590
Investment in the Commission's own debentures, at amortized cost, reflected as a deduction from long term debt	47,589,223	39,530,635
	<u>\$ 60,266,790</u>	<u>\$ 50,299,225</u>
*Approximate market value	<u>\$ 10,551,419</u>	<u>\$ 8,562,700</u>

Note 4 Other Deferred Charges

Other deferred charges include:

	1975	1974
Commissions to leasing agent	\$ 61,335	\$ 84,986
Cost of integration of mutual telephone companies	662,319	1,012,353
Rate application expenses	21,508	—
	<u>\$ 745,162</u>	<u>\$ 1,097,339</u>
Amortization charged to operations	<u>\$ 379,297</u>	<u>\$ 379,902</u>

Note 5 Long Term Debt

	1975	1974
Debentures payable in United States funds:		
4¾% due Sep. 1, 1979 (c) (d)	\$ 2,831,000	\$ 3,253,000
5¾% due Mar. 1, 1985 (c) (d)	11,538,000	12,533,000
4¾% due Jan. 15, 1988 (c) (d)	13,553,000	14,288,000
4¾% due Oct. 15, 1989 (b) (d)	25,000,000	25,000,000
4¾% due Aug. 15, 1990 (b) (d)	25,000,000	25,000,000
6% due Dec. 15, 1991 (b) (d)	11,000,000	11,000,000
6¼% due Oct. 1, 1992 (b) (d)	35,000,000	35,000,000
7¾% due Aug. 1, 1993 (b) (d)	30,000,000	30,000,000
8% due Jun. 15, 1994 (b) (d)	30,000,000	30,000,000
9½% due Jan. 15, 1995 (b) (d)	20,000,000	20,000,000
7¾% due Sep. 1, 1996 (b) (d)	25,000,000	25,000,000
	<u>228,922,000</u>	<u>231,074,000</u>
Exchange premium (net) at date of issue (e)	13,567,941	13,587,751
	<u>242,489,941</u>	<u>244,661,751</u>

Continued on Page 354

Debentures payable in Canadian funds:						1975	1974
9 %	due	Mar. 1, 1975				\$ —	\$ 13,270,000
8¼	due	Sep. 1, 1975				—	16,596,000
Prime-1	due	Jun. 1, 1977				25,000,000	25,000,000
8¼	due	Dec. 16, 1977				30,000,000	30,000,000
4¼	due	Jul. 2, 1978	(b)	(d)		18,000,000	18,000,000
7¼	due	Feb. 15, 1980				50,000,000	—
8	due	Apr. 15, 1980				30,000,000	—
9¾	due	Oct. 1, 1980				35,000,000	—
8½	due	Jun. 1, 1981				50,000,000	—
5¼	due	Aug. 1, 1981	(b)	(d)		12,000,000	12,000,000
9¾	due	Nov. 3, 1981				36,000,000	—
9¾	due	Aug. 1, 1982				50,000,000	—
9¾	due	Aug. 15, 1982				50,000,000	—
5¼	due	Apr. 15, 1985	(b)	(d)		10,000,000	10,000,000
8	due	Sep. 15, 1989	(b)	(d)		263,000	263,000
9	due	Mar. 1, 1990	(b)	(d)		1,730,000	1,730,000
8¼	due	Sep. 1, 1990	(b)	(d)		3,404,000	3,404,000
6¾	due	Mar. 1, 1991	(b)	(d)		25,000,000	25,000,000
6	due	Aug. 15, 1991	(b)	(d)		25,000,000	25,000,000
7½	due	Dec. 15, 1991		(d)		25,000,000	25,000,000
6	due	Apr. 15, 1992		(d)		25,000,000	25,000,000
						501,397,000	230,263,000

Advances from the Provincial Treasurer:

Repayable in semi-annual instalments to:

Dec. 1, 1975	with interest at 3 %	—	111,767
Dec. 1, 1976	" " " 3	279,416	550,632
Dec. 1, 1977	" " " 3	770,885	1,139,449
Dec. 1, 1978	" " " 3½	1,363,621	1,787,517
Dec. 1, 1979	" " " 3½	1,787,517	2,196,958
Jun. 1, 1980	" " " 3	3,515,751	4,235,091
Dec. 1, 1980	" " " 3½	1,922,338	2,268,381
Dec. 1, 1981	" " " 3½	3,240,545	3,718,034
Dec. 1, 1982	" " " 4½	3,987,323	4,462,175
		16,867,396	20,470,004

Notes payable

varying %	due	Apr. 15, 1975	—	30,000,000
varying	due	Aug. 1, 1975	—	40,000,000
8 1/10	due	Oct. 1, 1975	—	10,000,000
Prime	due	Oct. 15, 1975	—	15,000,000
Prime-¼	due	30 days or		
		Oct. 15, 1976	15,000,000	—
9¾	due	30 days or		
		Oct. 15, 1979	10,000,000	10,000,000
3	due	Apr. 15, 1976	15,000,000	—
8 1/10	due	Oct. 1, 1976	10,000,000	10,000,000
9 9/10	due	Aug. 15, 1977	25,000,000	25,000,000
9 9/10	due	Oct. 1, 1979	50,000,000	50,000,000
			125,000,000	190,000,000
			\$885,754,337	\$685,394,755

- (a) Debentures and notes payable are unconditionally guaranteed as to principal and interest by the Government of the Province of Alberta.
- (b) In accordance with the debenture deeds, these issues require annual sinking fund contributions of 2% to 3.1% of the principal amounts outstanding, during periods varying from 15 to 25 years before maturity.
- (c) The balances outstanding on these issues are being reduced under schedules of prescribed minimum annual redemptions.
- (d) These debentures have early redemption provisions at the Commission's option during periods prior to maturity varying from 2 to 4 years for Canadian dollar issues and 10 to 13 years for United States dollar issues.

- (e) This amount represents exchange premium, less discount, resulting from the conversion of the proceeds of these issues into Canadian funds at dates of issue. Based on the exchange rate in effect at December 31, 1975 this amount is surplus to requirements by \$9,607,590.
- (f) Amounts repayable within one year are classified as long term debt inasmuch as it is anticipated that payments will be made from the proceeds of refinancing rather than from current assets.
- (g) Anticipated requirements to meet long term debt repayments and sinking fund provisions during the next five years are as follows:

Year	Debt Redemptions and Sinking Fund Provisions	Provincial Treasurer's Advances	Promissory Notes	Total
1976	\$ 9,580,940	\$ 3,612,029	\$ 40,000,000	\$ 53,192,969
1977	64,700,940	3,449,646	25,000,000	93,150,586
1978	9,265,940	3,167,863	—	12,433,803
1979	9,730,940	2,794,241	60,000,000	72,525,181
1980	123,752,940	1,987,034	—	125,739,974
	<u>\$217,031,700</u>	<u>\$ 15,010,813</u>	<u>\$125,000,000</u>	<u>\$357,042,513</u>

Note 6 Other Operating Revenues

Other operating revenues include:

	1975	1974
Rental revenue	\$ 3,935,372	\$ 3,548,361
Directory revenue	5,331,986	4,162,612
Miscellaneous	160,586	221,822
	<u>\$ 9,427,944</u>	<u>\$ 7,932,795</u>

Note 7 Depreciation

The composite depreciation rate for the year ended December 31, 1975 was .0807 as compared with .0829 for the previous year.

The Commission's depreciation policy is to allocate to operations the original cost of each group of fixed assets with equal lives, as evenly as possible, over the estimated useful life of the group.

In order to implement the above policy, a continuing program of engineering studies is conducted with respect to the probable effect of obsolescence and Commission decisions to accelerate or decelerate construction and replacement programs. These studies result in revisions to the estimated remaining useful lives of the assets thereby requiring periodic changes in depreciation rates.

Note 8 Interest Charges, net

Interest charges, net, include:

	1975	1974
Interest and exchange on long term debt	\$ 56,717,409	\$ 43,191,458
Amortization of bond discount	1,010,427	406,829
Other interest charges	70,742	40,218
	<u>57,798,578</u>	<u>43,638,505</u>
Less:		
Sinking fund income	4,208,025	3,458,265
Interest capitalized during construction	7,830,670	3,660,663
Other interest	836,274	923,749
	<u>12,874,969</u>	<u>8,042,677</u>
	<u>\$ 44,923,609</u>	<u>\$ 35,595,828</u>

Note 9 Comparative Figures

For comparative purposes the 1974 figures have been restated where necessary to conform to 1975 presentation.

LEGISLATIVE



ASSEMBLY

ALBERTA

OFFICE OF THE PROVINCIAL AUDITOR

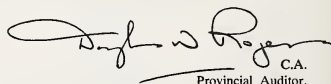
AUDITOR'S REPORT

To the Members of the Board of
The Alberta Government Telephones
Employees' Pension and Death Benefit Fund

I have examined the balance sheet of The Alberta Government Telephones Employees' Pension and Death Benefit Fund as at December 31, 1975 and the statement of operations for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Fund as at December 31, 1975 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Edmonton, Alberta
March 22, 1976


C.A.
Provincial Auditor.

**THE ALBERTA GOVERNMENT TELEPHONES
EMPLOYEES' PENSION AND DEATH BENEFIT FUND**

BALANCE SHEET

AS AT DECEMBER 31, 1975

(with comparative figures)

	<u>1975</u>	<u>1974</u>
<u>ASSETS</u>		
Current:		
Cash	\$ 287,422	\$ 7,894
Short term investments	9,185,091	3,650,000
Contributions receivable	1,072,983	771,060
Accrued interest	1,504,481	1,230,610
Other	40,386	45,255
	<u>12,090,363</u>	<u>5,704,819</u>
Investments:		
Bonds and debentures, at amortized cost (Note 2)	52,952,881	50,027,771
Mortgages receivable (Note 3)	33,945,213	25,303,160
Shares, at cost (Note 4)	6,921,429	4,698,139
Land, at cost	423,615	423,615
	<u>94,243,138</u>	<u>80,452,685</u>
	<u>\$106,333,501</u>	<u>\$ 86,157,504</u>
<u>LIABILITIES</u>		
Current:		
Accounts payable	\$ 41,998	\$ - 35,086
Pension and Death Benefit Fund:		
Accumulated contributions and earnings less payments	106,291,503	86,122,418
	<u>\$106,333,501</u>	<u>\$ 86,157,504</u>

The accompanying notes are part of these financial statements.

THE ALBERTA GOVERNMENT TELEPHONES
EMPLOYEES' PENSION AND DEATH BENEFIT FUND

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1975

(with comparative figures)

	Supplemental Employees'	Employer	Employees' Voluntary	Accounts Required	Employers' Account	1975 Total	1974 Total
Balance at beginning of year	\$ —	\$ —	\$ 237,343	\$ 24,540,505	\$ 61,344,570	\$ 86,122,418	\$ 72,059,907
Add:							
Contributions (Note 5)	199,511	199,511	313,009	6,016,044	8,096,807	14,824,882	10,167,261
Earnings (Note 6)	895	5,133	30,312	1,010,536	6,851,950	7,898,826	6,149,842
Transfer in respect of employees retiring on pension	(194)	194	—	(386,517)	386,517	—	—
	<u>200,212</u>	<u>204,838</u>	<u>580,664</u>	<u>31,180,568</u>	<u>76,679,844</u>	<u>108,846,126</u>	<u>88,377,010</u>
Deduct:							
Pension payments (Note 7)	—	5,730	—	—	1,596,820	1,602,550	1,284,761
Withdrawals	3,992	—	11,643	777,440	—	793,075	907,459
Death benefit payments	—	—	—	—	78,000	78,000	66,000
Contributions and earnings transferred to other pension authorities, net ..	—	—	—	40,499	40,499	80,998	(3,628)
	<u>3,992</u>	<u>5,730</u>	<u>11,643</u>	<u>817,939</u>	<u>1,715,319</u>	<u>2,554,623</u>	<u>2,254,592</u>
Balance at end of year	\$ 196,220	\$ 199,108	\$ 569,021	\$ 30,362,629	\$ 74,964,525	\$ 106,291,503	\$ 86,122,418

**THE ALBERTA GOVERNMENT TELEPHONES
EMPLOYEES' PENSION AND DEATH BENEFIT FUND
NOTES TO THE FINANCIAL STATEMENTS**

DECEMBER 31, 1975

Note 1 Authority

The Alberta Government Telephones Employees' Pension and Death Benefit Fund operates under authority of The Alberta Government Telephones Act, Chapter 12, Revised Statutes of Alberta 1970.

Note 2 Bonds and Debentures

Bonds and debentures consist of:

	December 31	
	1975	1974
Government of Canada, direct and guaranteed	\$ 1,718,000	\$ 1,718,000
Provincial, direct and guaranteed	10,643,000	10,773,000
Municipal and School District	3,051,000	3,304,000
Corporation	37,725,875	34,433,824
Par value	<u>\$ 53,137,875</u>	<u>\$ 50,228,824</u>
Amortized cost	<u>\$ 52,952,881</u>	<u>\$ 50,027,771</u>
Approximate market value	<u>\$ 44,055,500</u>	<u>\$ 40,947,500</u>

Note 3 Mortgages

All mortgages were acquired at principal value and consist of:

	December 31	
	1975	1974
National Housing Act Mortgages	\$ 6,314,834	\$ 5,829,776
Mortgages insured by The Mortgage Insurance Company of Canada	12,539,308	5,657,219
Other first mortgages	15,091,071	13,816,165
	<u>\$ 33,945,213</u>	<u>\$ 25,303,160</u>

Note 4 Shares

Shares, at cost, consist of:

	December 31	
	1975	1974
Common	\$ 4,433,660	\$ 3,428,170
Preferred	2,460,127	1,241,327
Warrants	27,642	28,642
	<u>\$ 6,921,429</u>	<u>\$ 4,698,139</u>
Approximate market value	<u>\$ 7,138,800</u>	<u>\$ 4,263,000</u>

Note 5 Contributions

Contributions to the Fund are made by the employees as well as the employer as required in accordance with the provisions of the Pension Plan. The Plan also provides for voluntary additional contributions by the employees. Supplemental contributions, shared equally by the employer and employees, were implemented effective July 1, 1975, to provide for quarterly supplemental cost of living increases granted to pensioners.

Note 6 Earnings

Earnings consist of:

	December 31	
	1975	1974
Interest:		
Bonds and debentures including amortization of bond discount and premium	\$ 4,065,828	\$ 3,875,439
Mortgages	3,081,184	1,650,973
Short term investments	300,952	469,457
Other interest	16,363	11,358
	<u>7,464,327</u>	<u>6,007,227</u>
Dividends	280,035	102,799
Option payments forfeited	97,801	—
Land option income	33,897	33,881
Profit on sale of shares and warrants	22,766	3,347
Profit on sale of bonds	—	2,588
	<u>\$ 7,898,826</u>	<u>\$ 6,149,842</u>

Note 7 Pension Payments

Pension payments are based on employees' earnings and years of service. In addition, employees who have made voluntary additional contributions have the option, at date of retirement, to either receive lump sum payments equal to their contributions plus interest thereon or the actuarial equivalent of these lump sums in additional pension payments. The first supplemental monthly pension payments were implemented on October 1, 1975, and were based on 50% of the increase in the cost of living index of the prior quarterly period ending June 30, 1975.

Note 8 Actuarial Valuation

An independent actuarial valuation of the Employees' Pension and Death Benefit Fund as at December 31, 1974 indicated an unfunded liability of \$4,825,308. In the opinion of the actuaries, the Fund as constituted at the valuation date, together with the contributions expected to be received, would be sufficient to provide the benefits promised under the Plan as they fall due, notwithstanding the unfunded liability referred to above.



OFFICE OF THE PROVINCIAL AUDITOR

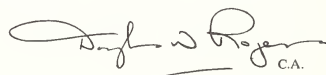
AUDITOR'S REPORT

To the Minister of
Utilities and Telephones

I have examined the balance sheet of the Gas Alberta Operating Fund as at March 31, 1976 and the statement of operations and surplus for the year then ended. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion these financial statements present fairly the financial position of the Fund as at March 31, 1976 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding period.

Edmonton, Alberta
June 24, 1976


C.A.
Provincial Auditor.

GAS ALBERTA OPERATING FUND
BALANCE SHEET

Statement A

AS AT MARCH 31, 1976
(with comparative figures)

	1976	1975
<u>ASSETS</u>		
Deposits in trust with the Provincial Treasurer	\$ 107,638	\$ 248,930
Accounts receivable	828,902	181,051
Natural gas rebates receivable (Note 2)	1,259,107	173,243
	<u>\$ 2,195,647</u>	<u>\$ 603,224</u>
<u>LIABILITIES</u>		
Accounts payable	\$ 877,537	\$ 372,503
Collections received on behalf of rural gas cooperative associations	258,454	65,161
	<u>1,135,991</u>	<u>437,664</u>
Provincial Treasurer's advance (Note 3)	1,150,000	150,000
Surplus (deficit), Statement B	(90,344)	15,560
	<u>\$ 2,195,647</u>	<u>\$ 603,224</u>

The accompanying notes are part of these financial statements.

GAS ALBERTA OPERATING FUND
STATEMENT OF OPERATIONS AND SURPLUS

FOR THE YEAR ENDED MARCH 31, 1976
(with comparative figures)

	<u>1976</u>	<u>1975</u>
<u>REVENUE</u>		
Sale of natural gas	\$ 1,336,425	\$ 230,348
Billing charges	19,773	5,775
	<u>1,356,198</u>	<u>236,123</u>
<u>EXPENDITURE</u>		
Purchase of natural gas	2,232,865	349,650
Less: Natural gas rebates	1,078,621	170,624
	<u>1,154,244</u>	<u>179,026</u>
Pipeline operators' charges	239,954	36,948
Well operators' charges	59,587	8,759
	<u>1,453,785</u>	<u>224,733</u>
Net profit (loss) for the year	(97,587)	11,390
Surplus (deficit) at beginning of year	15,560	(1,503)
Remitted to Provincial Treasurer	(15,560)	—
Adjustments applicable to previous years	7,243	5,673
Surplus (deficit) at end of year	<u>\$ (90,344)</u>	<u>\$ 15,560</u>

GAS ALBERTA OPERATING FUND
NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1976

Note 1 Authority

The Gas Alberta Operating Fund operates under the authority of The Rural Gas Act, Chapter 83, Part 3, Statutes of Alberta 1973.

Note 2 Natural Gas Rebates Receivable

Natural gas rebates receivable in the amount of \$1,259,107 is an estimate of rebates receivable under provisions of The Natural Gas Rebates Act, Chapter 44, Statutes of Alberta 1974 and The Natural Gas Pricing Agreement Act, Chapter 38, Statutes of Alberta 1975.

Note 3 Provincial Treasurer's Advance

Orders-in-Council 1938/73 and 316/76 authorize advances totalling \$3,350,000 of which \$1,150,000 has been advanced to March 31, 1976.

